

**TOWN OF WESTPORT, CONNECTICUT**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**JUNE 30, 2008**



**For the Fiscal Year Ended June 30, 2008**

# **The Town of Westport, Connecticut**

## **Comprehensive Annual Financial Report**

**For**

**The Fiscal Year Ended June 30, 2008**

**Prepared By:**

**Town of Westport**

**Finance Department**

**John R. Kondub  
Finance Director**

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**Introductory Section**

# **Westport Connecticut**



## **Finance Department**

**20 NUTLE AVENUE  
WESTPORT, CT 06880**

February 25, 2009

Honorable Gordon F. Joseloff, First Selectman  
Shelly A. Kassen, Selectman  
Robert F. Lasprogato, Selectman  
Members of the Representative Town Meeting  
Members of the Board of Finance  
Citizens of the Town of Westport, Connecticut

State law requires that all general purpose local governments publish within six months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended June 30, 2008.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

McGladrey & Pullen, LLP, Certified Public Accountants, have issued an unqualified ("clean") opinion on the Town of Westport, Connecticut's financial statements for the year ended June 30, 2008. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A is intended to complement this letter and should be read in conjunction with it.

### **Profile of the Government**

The Town, incorporated in 1835, located in southwestern Connecticut, is annexed from Fairfield on the east, Weston on the north, and Norwalk on the west. The Town of Westport occupies approximately 22 square miles, located in Fairfield County, with a 2000 Census population of 25,749. The Town is empowered to levy a property tax on both real and personal properties located within its boundaries.



The Town operates under and is governed by the laws of the State of Connecticut and its own charter which was adopted by the State Legislature in 1957. The Charter provides for a Board of Selectmen - Representative Town Meeting form of government. The First Selectman, elected to a four-year term, is the chief executive officer of the Town. The First Selectman is responsible for carrying out the policies and ordinances of the Representative Town Meeting (RTM), for overseeing the day-to-day operations of the Town and appointing the heads of various departments and commissions. The RTM, which acts as the Town's policy making and legislative body, consists of thirty six (36) members elected to two-year terms. The RTM is responsible for passing ordinances, adopting the budget, ratifying labor agreements, bonding authorizations and supplemental appropriations. The last election in the Town occurred in November 2007. A major revision to the Town's Charter was presented and approved by the voters in November 2000.

The Town provides a full range of services to its citizens. These include: police and fire protection; construction and maintenance of streets and other infrastructure; sewer and sanitation; education; library; public works (highways, streets, waste disposal, engineering and infrastructure maintenance); parks and recreation (parks, beaches, golf course and tennis courts); cultural events, senior services and organizations; health and welfare; and general administrative services.

The annual budget serves as the foundation for the Town's financial planning and control. All departments of the Town are required to submit revenue estimates and requests for appropriations to the Finance Director. The Finance Director, First Selectman, and budget requesting agency review these requests and develop a budget which, along with the Board of Education budget, will be presented to the Board of Finance. The Board of Finance, with at least one public hearing, will review the requested budgets and make any reductions they deem advisable. The Board of Finance will hold at least one public meeting prior to adopting a recommended budget which will be submitted to the Representative Town Meeting. On the first Tuesday in May, the Representative Town Meeting adopts the budget for the fiscal year beginning July 1.

The appropriated budget is prepared by fund, function (e.g., public safety), and department (e.g., police). All budgetary transfers are submitted to the Board of Finance for approval. The Board of Finance may grant additional appropriations to departments up to an accumulated total of \$20,000 per fiscal year; Representative Town Meeting approval is required for departmental appropriations in excess of \$20,000. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented on pages 18 and 65-69 as a part of the basic financial statements for the governmental funds. For the sewer operating fund, a major fund with an appropriated annual budget, this comparison is included on pages 19 and 84.

## **Factors Affecting Financial Condition**

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the Town operates.

**Local Economy.** Westport was once an artist colony. Now it has among its residents many in other fields of the arts as well – theater, publishing, television. Although it is a community with almost no industry, there are several corporate headquarters, many consulting, marketing, promotional, investment firms, commercial designers and graphic artists. While Westport is often thought of as a commuter community, increasingly its residents work in the area as corporations have moved into Fairfield County. The Town's

unemployment rate, based on the Connecticut Department of Labor, as of June 30, 2008 was 4.4% compared to Fairfield county and the State respectively of 5.0% and 5.5%. Bureau of Census data for the 2000 census identifies Median Family Income in Westport of \$152,894. In addition, residential housing values within the Town have risen by 48.2% from the 1990 census data from \$422,400 to \$625,800 based on U.S. Bureau of the Census data.

**Long-Term Financial Planning.** As a part of the annual budget process, the First Selectman prepares and presents a five year capital plan. This plan identifies costs and financing methods for those capital projects that the Town anticipates funding over the next five years. The current five year capital plan projects needs through fiscal year 2013. The plan provides for the needs not only of the general government but also the Board of Education and addresses such issues as infrastructure, major equipment replacement, educational facilities, public safety, recreation and open space. This plan projects total project costs over the five year period of approximately \$102,834,000. Financing, net of state and federal project grants, for these projects by debt issuance approximates \$84,692,000, while an additional \$18,142,000 is scheduled to be funded through annual appropriation in the General Fund, Sewer Fund user fees or Capital and Non-Recurring Fund. Bonding, net of grants, for the renovation and update of the Water Pollution Control Facility in the amount of \$27,200,000 to meet the DEP and EPA requirements is planned for Fiscal Year 2009. The renovation phase of the project began in 2005 and is anticipated to be complete during fiscal year 2009.

Other major projects to be bonded, net of grants, in the plan include: completion of high school renovations (\$1,500,000), Saugatuck Shores, Ridgewood Lane sewers (\$6,200,000), recreational facilities improvement (\$5,050,000), renovation of fire houses (\$5,600,000), and various sewer and school renovation projects.

The financial impact of these initiatives is reviewed by the Board of Finance, Representative Town Meeting and management on an ongoing basis through the use of a Budget Planning Model. The model is used to project the tax consequences associated with funding the annual budget projections and capital expenditures over a ten year period. The model enables Town administration and the general public to view various scenarios for projecting the impact of operating expenditures and capital projects by utilizing various budgetary assumptions which include debt service, projected annual growth in operating revenues and expenditures, use of undesignated fund balance, tax collection rates and grand list growth.

**Risk Management.** The Town's risk management objective is to provide a safe environment for both employees and members of the public who utilize the services and facilities of the Town. Various insurance carriers cover major risks, and an outside professional continually reviews risks and coverages. All insurance coverages are adjusted accordingly based on this review of risk. Ongoing efforts are directed at preventing accidents and controlling exposure and financial loss by use of outside safety consultants to review losses and develop safety programs and facilities inspection analyses for the Town safety committees.

The Town and the Board of Education have self-insured workers compensation insurance programs through the Connecticut Interlocal Risk Management Agency (CIRMA) with stop-loss coverage for claims in excess of the determined aggregate limits; the Town and the Board of Education are fully reserved for loss within the stop loss limits. CIRMA is a nonprofit, tax-exempt association of Connecticut municipalities and local public agencies. Its purpose is to establish and administer an interlocal risk management program pursuant to the Connecticut General Statutes.

The Town is fully insured through commercial insurance companies for various risks of loss related to property damage and liability with minor funded deductibles.

The Town and Board of Education are self-insured for employee health claims through two Medical Self-Insurance Funds. The Town and Board of Education also purchase stop-loss coverage for health claims in excess of determined individual and aggregate limits.

**Pension and Post Employment Benefits.** The Town has five (5) contributory pension plans covering substantially all employees who work over 20 hours per week, except teachers. The teachers participate in a contributory retirement plan administered by the Connecticut State Teachers' Retirement Board. The Board of Education does not contribute to the plan.

The total pension payments to retirees, widows and beneficiaries for 2007-2008 was \$7,091,014. In addition the Town pays approximately \$16,765 of pay-as-you-go pension payments to three (3) retirees, under a retirement program established prior to the current funded programs. Participation in this program is no longer available.

As of June 30, 2008, the fair market value of the Master Trust for assets in these three (3) pension funds was \$174,835,666.

The investment of each of the five Pension Trust funds is carried out by the "Investment Committee" (consisting of the Chair of the Board of Finance, the Finance Director and a third person chosen by the two and approved by each pension board of the various pension funds). The Investment Committee makes investment decisions based on the guidelines of the investment policy established by the pension board of each of the pension funds.

The pension investment committee has adopted an investment policy which provides for a diverse mix of assets including long duration and core fixed income, domestic and international equities and alternative investments.

The Town provides post-retirement benefits for certain employees for current and future health and life insurance benefit expenses through a single-employer defined benefit plan. A bi-annual actuarial valuation is made to determine whether the contributions are sufficient to meet the plan obligations. The latest actuarial valuation was made July 1, 2007.

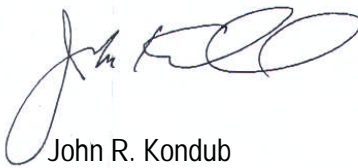
### **Awards and Acknowledgements**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Westport for its comprehensive annual financial report for the fiscal year ended June 30, 2007. This was the sixth consecutive year that the government has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated service of the entire staff of the Finance Department. I would like to express my appreciation to all the members of the Department who assisted and contributed to its preparation and our auditors McGladrey & Pullen, LLP. I would also like to thank the Board of Selectmen, Board of Finance and the Representative Town Meeting for their interest and support in planning and conducting the financial operations of the Town in a fiscally responsible and progressive manner.

Respectfully submitted,

A handwritten signature in dark ink, appearing to read "John R. Kondub", is written over a light blue rectangular stamp. The signature is fluid and cursive.

John R. Kondub  
Finance Director

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Town of Westport  
Connecticut

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2007

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



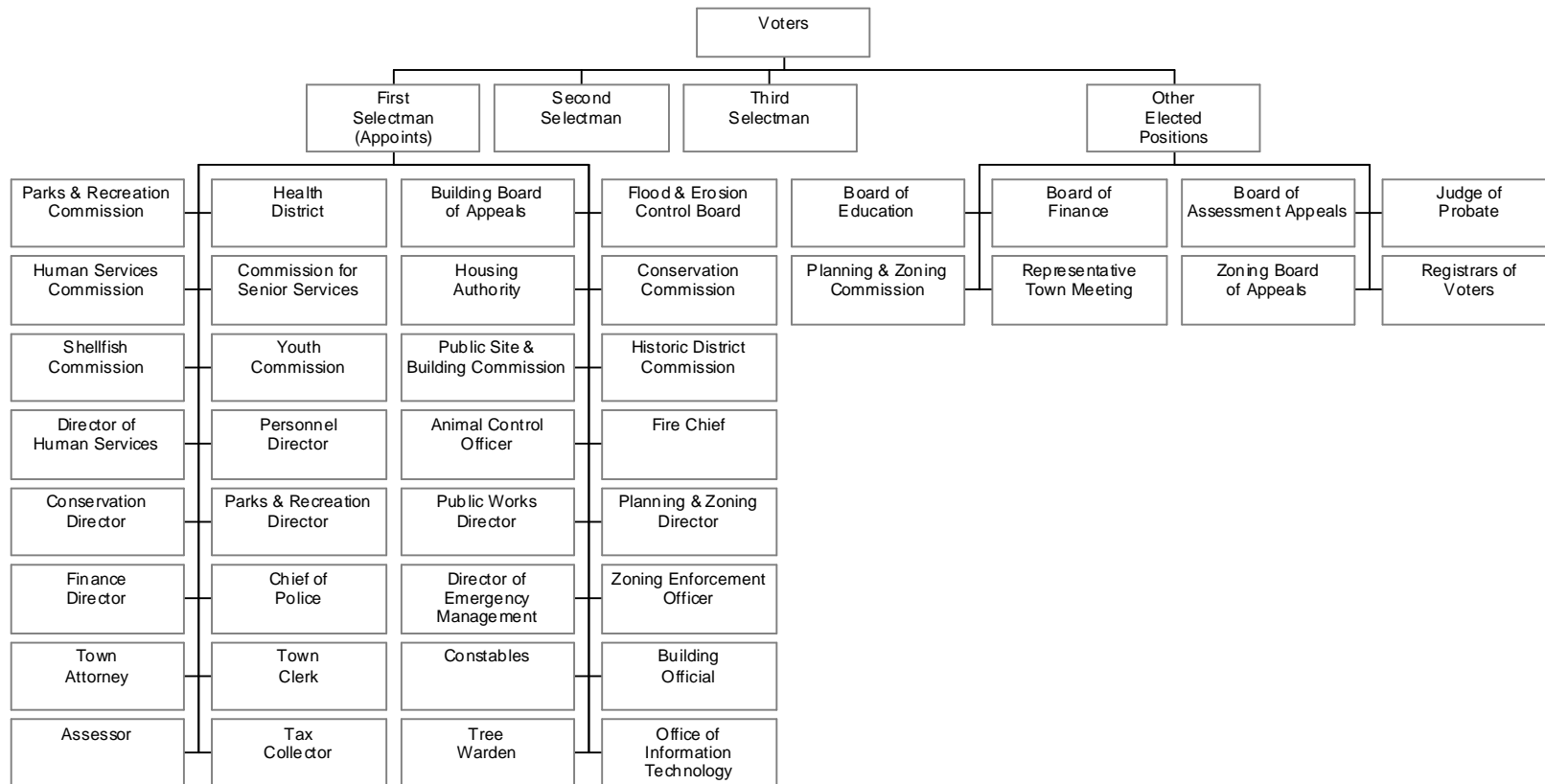
*Oliver S. Cox*

President

*Jeffrey R. Emer*

Executive Director

# Town of Westport, Connecticut



## TOWN OF WESTPORT, CONNECTICUT

### PRINCIPAL TOWN OFFICIALS

As of June 30, 2008

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First Selectman.....	Gordon F. Joseloff
Selectwoman .....	Shelly A. Kassen
Selectman.....	Robert F. Lasprograto
Chair, Board of Finance .....	Jeffrey A. Mayer
Finance Director .....	John P. Kondub
Superintendent of Schools.....	Elliott Landon
Director of Public Works .....	Stephen Edwards
Fire Chief .....	Christopher G. Ackley
Police Chief .....	Alfred R. Fiore
Director of Parks & Recreation .....	Stuart S. McCarthy
Town Attorney .....	Ira W. Bloom



**Financial Section**

# McGladrey & Pullen

Certified Public Accountants

## INDEPENDENT AUDITOR'S REPORT

To the Honorable First Selectman and  
Members of the Board of Finance  
Town of Westport, Connecticut

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Town of Westport, Connecticut, as of and for the year ended June 30, 2008, which collectively comprise the Town's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town of Westport's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Investment Fund of the Westport Library Association, Inc., a component unit of the Town, which financial statements reflect total assets of \$3,450,461 and total revenues of \$5,422,636 of the component unit. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion on the financial statements, insofar as it relates to amounts included for the Investment Fund of the Westport Library Association, Inc., a discretely presented component unit of the Town, is based solely on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in "Government Auditing Standards" issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of the Investment Fund of the Westport Library Association, Inc. were not audited in accordance with Government Auditing Standards. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of the other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Town of Westport, Connecticut, as of June 30, 2008, and the respective changes in financial position, and where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and the Sewer Operating Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 13 to the basic financial statements, the Town adopted GASB Statement No. 45 as of July 1, 2007.

In accordance with "Government Auditing Standards," we have also issued our report dated February 25, 2009 on our consideration of the Town of Westport, Connecticut's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with "Government Auditing Standards" and should be considered in assessing the results of our audit.

The management discussion and analysis on pages 3 through 11 are not a required part of the basic financial statements, but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The introductory section, budgetary detail, combining and individual nonmajor fund statements, capital asset schedules and other schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The budgetary detail, combining and individual nonmajor fund statements, capital asset schedules and other schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*McGladrey & Pullen, LLP*

New Haven, Connecticut  
February 25, 2009

**TOWN OF WESTPORT, CONNECTICUT**  
**Management's Discussion and Analysis**  
**June 30, 2008**  
**(In Thousands)**

As management of the Town of Westport, Connecticut (the "Town"), we offer readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2008. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-v of this report as well as the Town's basic financial statements that follow this section. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

**Financial Highlights – Primary Government**

The Town's net assets increased as a result of this year's operations. The assets of the Town of Westport exceeded its liabilities at the close of the most recent fiscal year by \$208,564 (net assets). Of this amount, \$22,662 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.

The Town's total net assets increased by \$5,162. As of the close of the current fiscal year, the Town of Westport's governmental funds reported combined ending fund balances of \$10,467. Management has committed to the electorate the maintenance of a minimum undesignated fund balance equal to 5% of the annual budget.

As of the end of the current fiscal year, unreserved/undesignated fund balance for the General Fund was an increase of \$15,915 from the prior year. The key factor to this increase is taxes and fees exceeding estimate by nearly \$2,300. This unreserved/undesignated fund balance at June 30, 2008 is approximately 9.7% of general fund expenditures.

The Town's total bonded debt decreased by \$11,335 during the current fiscal year due to scheduled amortization.

**Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The Town's financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-Wide Financial Statements.** The government-wide financial statements are designed to provide readers with a broad overview of the Town's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of the Town's assets and liabilities, with the difference between the two reported as net assets. Over time increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are

reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Town include general government, public safety, highways and streets, solid waste disposal, human services, cultural and recreation activities. Although the Town maintains no business-type activities, the Town does maintain three internal service funds which consist of the Town Health Insurance Fund, the Board of Education Health Insurance Fund and the Town Worker's Compensation Fund.

The government-wide financial statements include not only the Town itself (known as the primary government), but also a legally separate Westport Library Association, Inc. Financial information for this component unit is reported separately from the financial information presented for the primary government itself. These activities are incorporated into governmental activities in the government-wide financial statements.

The government-wide financial statements can be found on pages 13-14 of this report.

**Fund financial statements.** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town of Westport, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Town of Westport maintains twenty-eight (28) individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Sewer Operating Fund, the capital non-recurring fund, and the Municipal Improvement Fund Phase II Fund. Fifteen (15) special revenue funds, six (6) capital project funds and one (1) debt service fund are combined into aggregate funds in this presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The Town adopts an annual appropriated budget for its general fund and the sewer operating fund. A budgetary comparison statement has been provided for the general fund and the sewer operating fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 15-16 of this report.

**Proprietary funds.** The Town maintains three (3) proprietary funds. Internal service funds are an accounting device used to accumulate and allocate costs internally among the Town's various functions. The Town uses internal service funds to account for its Town Health Insurance, Board of Education Medical Insurance and Town Worker's Compensation claims. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Town Health Insurance and Worker's Compensation Funds, and the Board of Education Health Insurance Fund. Conversely, these internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 20-22 of this report.

**Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the Town of Westport's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 23-24 of this report.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 25-66 of this report.

The notes to this report also contain certain information concerning the Town's progress in funding its obligation to provide benefits to its employees.

## Government-Wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the Town of Westport, assets exceeded liabilities by \$208,564 at the close of the most recent fiscal year. This is an increase of \$5,162 from the previous year.

### TOWN OF WESTPORT, CONNECTICUT

#### NET ASSETS

June 30, 2008 and 2007

	Governmental Activities	
	2008	2007
Current and Other Assets	\$ 68,780	\$ 71,196
Capital Assets	340,432	339,080
<b>Total Assets</b>	<b>409,212</b>	<b>410,276</b>
Long-Term Liabilities	163,154	170,025
Other Liabilities	37,494	36,849
<b>Total Liabilities</b>	<b>200,648</b>	<b>206,874</b>
Net assets:		
Invested in capital assets, net of related debt	184,751	173,215
Unrestricted	23,813	30,187
<b>Total Net Assets</b>	<b>\$ 208,564</b>	<b>\$ 203,402</b>

By far the largest portion of the Town's net assets (89.1%) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The increase in capital assets is primarily related to renovation costs of the Water Pollution Control Facility (Public Works) of \$5,400, Athletic fields (Parks and Recreation) of \$1,500, and school building renovations (Education) of \$650. Deletions of capital assets totaled \$1,065.

The remaining balance of unrestricted net assets of \$22,662 may be used to meet the government's ongoing obligations to citizens and creditors. This compares with last year's total unrestricted net assets of \$30,187.

At the end of the current fiscal year, the Town is able to report positive balances in all categories of net assets, both for the Town as a whole, as well as for its separate governmental activities. The same situation held true for the prior fiscal year.

**Governmental activities.** Governmental activities increased the Town's net assets by \$5,162, thereby accounting for a 2.5 percent growth. The increase of \$5,162 of net assets is \$9,136 less than the previous year increase of \$14,298.

**TOWN OF WESTPORT, CONNECTICUT**  
**CHANGES IN NET ASSETS**  
**Years Ended June 30, 2008 and 2007**

	2008	2007
<b>Revenues:</b>		
Charges for services	\$ 30,537	\$ 22,306
Operating grants and contributions	3,355	3,637
Capital grants and contributions	1,683	4,602
<b>General Revenues:</b>		
Property taxes	142,538	137,853
Grants and contributions not restricted to specific programs	1,696	3,156
Other	2,683	2,702
<b>Total Revenues</b>	<b>182,492</b>	<b>174,256</b>
<b>Expenses:</b>		
General Government	12,019	11,567
Public Safety	24,331	21,343
Public Works	14,725	11,370
Health and Human Services	2,138	2,190
Library	4,347	3,983
Education	106,601	96,186
Parks and Recreation	6,070	5,902
Debt Service	7,099	7,417
<b>Total Expenses</b>	<b>177,330</b>	<b>159,958</b>
<b>Increase in net assets</b>	<b>5,162</b>	<b>14,298</b>
<b>Net Assets, beginning</b>	<b>203,402</b>	<b>189,104</b>
<b>Net Assets, ending</b>	<b>\$ 208,564</b>	<b>\$ 203,402</b>

Key elements of this increase are as follows:

Eighty percent (80%) of the revenues of the Town were derived from property taxes, followed by nineteen percent (17%) from program revenues, then two percent (2%) from grants and contributions, investment earnings and other sources.

Major revenue factors included:

- ♦ Property tax revenues recorded for the fiscal year 2008 reflect an increase in the Town's tax rate of approximately 5.9%. The increase in taxes levied increased by 5.7%.



- ♦ Investment earnings increased to \$2,683 in the fiscal year from \$2,313 in the prior fiscal year due to additional available cash for investment in the General Fund and higher interest rates.
- ♦ Revenue from intergovernmental revenue decreased from the prior fiscal year by almost \$1,068 or 13.4% due to the completion of school construction projects subject to State aid paid as construction progresses.
- ♦ Charges for Services and Parks and Recreation Revenue increased by over \$600 from the prior fiscal year, primarily due to increased rates and use.

For Governmental Activities, 64% of the Town's expenses relate to education and library, 14% relate to public safety, health and welfare, more than 8% relate to public works/operations, 3% to Parks and Recreation activities, 4% to interest and principal payments on the town's long-term debt, and the remaining 7% relates to government and community services, administration and other areas.

Major expense factors include:

- ♦ Increases in employee wages averaged approximately 3.9%, resulting from negotiated step and general wage increases.
- ♦ Employee benefit and insurance costs rose by more than 10% due to rising health insurance and workers compensation costs.
- ♦ The cost of education services increased, due to negotiated wage settlements, employee health insurance cost, special education cost, and rising school enrollment.

### **Expenses and Program Revenues – Government-Wide Activities**

For the most part, increases in expenses closely paralleled inflation and growth in the demand for services. Noteworthy exceptions, however, were the Town's insurance costs, education, public safety and debt service budgets as noted above. Pension and insurance costs have decreased by more than approximately \$211 primarily due to lower medical claims. The growth in the student population of 41% over the last ten years, has resulted in continued significant adjustments to the Board of Education operating budget, 4.0% in fiscal 2007-2008. This growth in the student population has required major renovation to the Town's educational facilities. School renovation costs bonded in the last nine years have totaled \$159,084. Major renovations of all facilities will be complete following the conclusion of Staples High School's renovations and other minor renovations.

**Business-type activities.** The Town does not maintain any business- type activities at the present time.

### **Financial Analysis of the Government's Funds**

As noted earlier, the Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental funds.** The focus of the Town's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$10,467, a decrease from \$12,040 as of June 30, 2007. This decrease is due to reduction of balances in capital projects funds as school and sewer plant building projects are completed.

**General fund.** At the end of the current fiscal year, unreserved/undesignated fund balance of the general fund was \$15,915 (compared to \$14,024 in the prior year), while total fund balance reached \$23,533. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved/undesignated fund balance represents 9.7% of total general fund expenditures, while total fund balance represents 14.4% of that same amount. The unreserved/undesignated fund balance of the Town's general fund increased by \$1,891 during the current fiscal year.

**Sewer operating fund.** The fund balance has increased by \$502 due to assessments levied and collected on completed sewer extensions and sewer system renovations.

**Municipal Improvements Fund Phase II.** Expenditures in this fund were \$4,974 for the 2007-2008 year. This is due to the use of this fund to finance a major renovation for the Town's Water Pollution Control Facility. Financing for this \$37,700 project will be a combination of bonding, State grants and State loans to the Town.

**Capital and Non-Recurring Fund.** Expenditures in this fund were \$616 for the 2007-2008 year. Funds were expended for improvement to Town properties and equipment replacement.

### **General Fund Budgetary Highlights**

The difference between the original budget and the final amended budget was \$1,499 and can be briefly summarized as follows:

- ♦ \$157 in legal fees and settlements.
- ♦ \$164 labor contract settlements.
- ♦ \$246 in police contract settlements.
- ♦ \$119 in increases allocated to the Board of Education for accounting reclassifications of revenues.
- ♦ \$538 in BOE utilities expenses.
- ♦ \$275 in net increases allocated to all other budgetary departments.

Of this increase, \$119 was to be funded out of miscellaneous increases in various charges for services. The remaining \$130 was to be budgeted from available fund balance. During the year, however, revenues exceeded budgetary estimates and expenditures were less than budgetary estimates, thus eliminating the need to draw upon existing fund balance.

### **Capital Asset and Debt Administration**

**Capital assets.** The Town's investment in capital assets for its governmental activities as of June 30, 2008, amounts to \$340,432 (net of accumulated depreciation). This investment in capital assets includes land, buildings and system, improvements, machinery and equipment, park facilities, roads, highways, and bridges.

Major capital asset events during the current fiscal year included the following:

- ♦ Construction on the replacement of Long Lot School roof and parking lot at a cost of \$2,109; \$1,457 for two athletic fields; sewer extension and design projects and street drainage were completed at a cost of \$279; construction in progress at the end of the fiscal year had reached \$156,625, all inclusive.
- ♦ Various building and system improvements and studies were completed in the Water Pollution Control Facility at a cost of \$3,775.

**TOWN OF WESTPORT, CONNECTICUT  
CAPITAL ASSETS**

	Governmental Activities	
	2008	2007
Land	\$ 32,385	\$ 32,385
Buildings and system	157,726	157,726
Improvements other than buildings	10,729	10,664
Machinery and equipment	27,493	26,174
Infrastructure	95,781	95,021
Construction in Progress	156,625	150,843
<b>Total</b>	<b>\$ 480,739</b>	<b>\$ 472,813</b>

Additional information on the Town's capital assets can be found on page 43 of this report.

**Long-term debt.** At the end of the current fiscal year, the Town had total bonded debt outstanding of \$154,530. Of this amount, \$148,055 comprises debt backed by the full faith and credit of the government, and \$6,475 is public improvement debt for which the government is liable in the event of default by the property owners subject to the assessment.

**TOWN OF WESTPORT, CONNECTICUT  
CONNECTICUT OUTSTANDING DEBT  
GENERAL OBLIGATION BONDS**

	Governmental Activities	
	2008	2007
General obligation bonds	\$ 148,055	\$ 158,613
Public improvement bonds with government commitment	6,475	7,252
<b>Total</b>	<b>\$ 154,530</b>	<b>\$ 165,865</b>

The Town's total debt decreased by \$11,335 due to scheduled amortization. In addition, the Town has received funding for the upgrade of the Water Pollution Control Facility from the State of Connecticut in the amount of \$26,678. Upon completion of the project, permanent financing will be arranged with the State with a twenty year amortization schedule.

The Town maintains a "AAA" rating from Moody's Investors Service.

State statutes limit the amount of general obligation debt a governmental entity may issue to seven times its annual tax collections. The current debt limitation for the Town is \$993,172 which is significantly in excess of the Town's outstanding general obligation debt.

Additional information on the Town's long-term debt can be found on pages 45-50 of this report.

The Town utilizes a budget model to project the tax consequences associated with funding the annual budget projections and capital expenditures over a ten year period. The model enables Town administration and the general public to view various scenarios for projecting the impact of operating expenditures and capital projects by utilizing various budgetary assumptions which include debt service, projected annual growth in operating revenues and expenditures, use of undesignated fund balance, tax collection rates and grand list growth.

### **Economic Factors and Next Year's Budgets and Rates**

- ♦ The unemployment rate for the Town as of June 30, 2008 is 4.4 percent and compares favorably to the State's average unemployment rate of 5.5 percent and the Fairfield County Labor Market of 5.3 percent.
- ♦ Primarily a residential community, the Town has continued to enjoy favorable Grand List growth.
- ♦ Inflationary trends in the region compare favorably to national indices.

All of these factors were considered in preparing the Town of Westport's annual budget.

### **Requests for Information**

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Department, 110 Myrtle Avenue, Westport, CT 06880.

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## **Basic Financial Statements**

**TOWN OF WESTPORT, CONNECTICUT**

**STATEMENT OF NET ASSETS**

**June 30, 2008**

	Primary Government Governmental Activities	Component Unit Westport Library Association, Inc.
<b>Assets</b>		
Cash and cash equivalents	\$ 28,163,958	\$ 894,254
Investments	20,615,273	2,532,301
Receivables (net of allowance for collection losses):		
Property taxes	9,782,672	-
Sewer	6,504,188	-
Intergovernmental and other	229,357	23,906
Pension asset	305,000	-
Long-term intergovernmental receivable	3,179,131	-
Capital assets, non-depreciable	189,009,995	-
Capital assets, net of accumulated depreciation	151,422,083	-
<b>Total assets</b>	<b>409,211,657</b>	<b>3,450,461</b>
<b>Liabilities</b>		
Accounts payable and accruals	7,326,966	81,262
Accrued interest payable	2,280,262	-
Unearned revenues	969,739	-
Advance tax collections	238,942	-
Bond anticipation notes payable	26,677,632	-
Noncurrent liabilities:		
Due within one year	13,510,957	-
Due in more than one year	149,643,005	-
<b>Total liabilities</b>	<b>200,647,503</b>	<b>81,262</b>
<b>Net Assets</b>		
Investment in capital assets, net of related debt	184,751,468	-
Unrestricted	23,812,686	3,369,199
<b>Total net assets</b>	<b>\$ 208,564,154</b>	<b>\$ 3,369,199</b>

The notes to the financial statements are an integral part of this statement.

TOWN OF WESTPORT, CONNECTICUT

STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2008

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	Component Unit
					Total	Westport Library Association, Inc.
<b>Primary government:</b>						
Governmental activities:						
General government services	\$ (12,617,158)	\$ 7,591,913	\$ 1,489,903	\$ 1,347,245	\$ (2,188,097)	\$ -
Education	(106,601,139)	11,012,028	1,503,541	143,057	(93,942,513)	-
Public safety	(24,331,387)	2,938,472	224,424	-	(21,168,491)	-
Public works	(14,724,492)	4,240,155	104,704	193,142	(10,186,491)	-
Public health	(380,154)	-	-	-	(380,154)	-
Human services	(1,757,647)	-	32,379	-	(1,725,268)	-
Library	(3,749,404)	-	-	-	(3,749,404)	-
Parks and recreation	(6,069,819)	4,753,945	-	-	(1,315,874)	-
Interest on long-term debt	(7,099,026)	-	-	-	(7,099,026)	-
<b>Total primary government</b>	<b>\$ (177,330,226)</b>	<b>\$ 30,536,513</b>	<b>\$ 3,354,951</b>	<b>\$ 1,683,444</b>	<b>(141,755,318)</b>	<b>-</b>
<b>Component Unit:</b>						
Westport Library Association, Inc.	\$ (5,661,729)	\$ 1,169,116	\$ 4,348,076	\$ -	-	\$ (144,537)
<b>Total component unit</b>	<b>\$ (5,661,729)</b>	<b>\$ 1,169,116</b>	<b>\$ 4,348,076</b>	<b>\$ -</b>	<b>-</b>	<b>(144,537)</b>
General revenues:						
Property taxes					142,537,842	-
Grants and contributions not restricted to specific programs					1,696,180	-
Unrestricted investment earnings					2,683,477	(94,556)
Total general revenues					146,917,499	(94,556)
Change in net assets					5,162,181	(239,093)
Net assets - beginning					203,401,973	3,608,292
Net assets - ending					<b>\$ 208,564,154</b>	<b>\$ 3,369,199</b>

The notes to the financial statements are an integral part of this statement



## TOWN OF WESTPORT, CONNECTICUT

## BALANCE SHEET - GOVERNMENTAL FUNDS

June 30, 2008

	General Fund	Sewer Operating Fund	Municipal Improvements Fund Phase II	Capital and Nonrecurring Fund	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>						
Cash and cash equivalents	\$ 6,316,835	\$ 250	\$ 2,653	\$ 7,905,212	\$ 8,538,880	\$ 22,763,830
Investments	17,793,634	-	-	-	2,821,639	20,615,273
Receivables (net of allowances for collection losses):						
Property taxes	9,782,672	-	-	-	-	9,782,672
Sewer	-	6,504,188	-	-	-	6,504,188
Intergovernmental and other	3,339,526	-	-	-	68,962	3,408,488
Due from other funds	7,562,605	1,942,037	-	-	920,098	10,424,740
<b>Total assets</b>	<b>\$ 44,795,272</b>	<b>\$ 8,446,475</b>	<b>\$ 2,653</b>	<b>\$ 7,905,212</b>	<b>\$ 12,349,579</b>	<b>\$ 73,499,191</b>
<b>Liabilities</b>						
Accounts payable and accruals	2,870,349	\$ 14,528	\$ -	\$ -	\$ 2,255,434	\$ 5,140,311
Due to other funds	5,076,457	-	2,821,953	801,985	1,724,345	10,424,740
Deferred revenues	13,076,737	6,504,188	-	-	-	19,580,925
Unearned revenues	-	-	-	-	969,739	969,739
Advance tax collections	238,942	-	-	-	-	238,942
Bond anticipation and interim financing notes	-	-	26,677,632	-	-	26,677,632
<b>Total liabilities</b>	<b>21,262,485</b>	<b>6,518,716</b>	<b>29,499,585</b>	<b>801,985</b>	<b>4,949,518</b>	<b>63,032,289</b>
<b>Fund balances</b>						
Reserved for:						
Encumbrances	836,896	1,099,505	-	816,951	2,075,455	4,828,807
Unreserved:						
Designated for continued appropriations	3,881,113					3,881,113
Designated for subsequent year's expenditures	2,900,000	-	-	-	-	2,900,000
Unreserved, undesignated, reported in:						
General fund	15,914,778	-	-	-	-	15,914,778
Special revenue funds	-	828,254	-	-	4,020,270	4,848,524
Capital projects funds	-	-	(29,496,932)	6,286,276	(1,610,594)	(24,821,250)
Permanent fund	-	-	-	-	16,897	16,897
Debt service fund	-	-	-	-	2,898,033	2,898,033
<b>Total fund balances (deficits)</b>	<b>23,532,787</b>	<b>1,927,759</b>	<b>(29,496,932)</b>	<b>7,103,227</b>	<b>7,400,061</b>	<b>10,466,902</b>
<b>Total liabilities and fund balances (deficits)</b>	<b>\$ 44,795,272</b>	<b>\$ 8,446,475</b>	<b>\$ 2,653</b>	<b>\$ 7,905,212</b>	<b>\$ 12,349,579</b>	

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets, net of accumulated depreciation of \$140,306,655, purchased by governmental funds are reported as expenditures, however, the statement of net assets includes those capital assets among the assets of the Town as a whole.

340,432,078

Assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.

19,580,925

Net Pension Asset.

305,000

Internal service funds are used by management to charge the costs of Town and BOE Health Insurance and Worker's Compensation to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.

3,213,473

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.

(163,153,962)

Accrued interest payable on long-term liabilities is not payable in the current period and therefore is not reported in the funds.

(2,280,262)

Net assets of governmental activities

\$ 208,564,154

The notes to the financial statements are an integral part of this statement.

TOWN OF WESTPORT, CONNECTICUT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS) - GOVERNMENTAL FUNDS

For the Year Ended June 30, 2008

	General Fund	Sewer Operating Fund	Municipal Improvements Fund Phase II	Capital and Nonrecurring Fund	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>						
Property taxes	\$ 141,064,308	\$ -	\$ -	\$ -	\$ -	\$ 141,064,308
Sewer assessments and usage	-	3,148,845	-	-	-	3,148,845
Intergovernmental	3,725,314	-	1,019,914	101,656	2,025,789	6,872,673
Permits, fees and other	12,883,626	96,276	625,946	188,929	2,411,735	16,206,512
Income from investments	1,716,100	-	-	238,419	606,013	2,560,532
Contributions	-	-	-	-	366,332	366,332
Charges for services	2,664,444	-	-	-	4,313,764	6,978,208
Parks and recreation fees	4,694,198	-	-	-	-	4,694,198
<b>Total revenues</b>	<b>166,747,990</b>	<b>3,245,121</b>	<b>1,645,860</b>	<b>529,004</b>	<b>9,723,633</b>	<b>181,891,608</b>
<b>EXPENDITURES</b>						
Current:						
General government	5,298,538	-	-	-	894,927	6,193,465
Public safety	16,375,992	-	-	-	1,519,454	17,895,446
Public works	8,961,383	1,247,447	-	-	356,085	10,564,915
Public health	380,154	-	-	-	-	380,154
Human services	882,509	-	-	-	113,507	996,016
Library	3,940,588	-	-	-	-	3,940,588
Parks and recreation	4,278,881	-	-	-	68,920	4,347,801
Education	94,663,527	-	-	-	6,691,604	101,355,131
Insurance and benefits	10,195,795	-	-	-	-	10,195,795
Debt service:						
Principal	10,508,020	826,980	-	-	-	11,335,000
Interest and other charges	6,783,613	315,413	-	-	-	7,099,026
Capital outlay	1,591,594	73,548	4,973,947	615,582	1,906,328	9,160,999
<b>Total expenditures</b>	<b>163,860,594</b>	<b>2,463,388</b>	<b>4,973,947</b>	<b>615,582</b>	<b>11,550,825</b>	<b>183,464,336</b>
<b>Revenue over (under) expenditures</b>	<b>2,887,396</b>	<b>781,733</b>	<b>(3,328,087)</b>	<b>(86,578)</b>	<b>(1,827,192)</b>	<b>(1,572,728)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	775,846	315,577	-	1,050,000	330,000	2,471,423
Transfers out	(1,415,577)	(595,577)	-	-	(460,269)	(2,471,423)
<b>Total other financing sources (uses)</b>	<b>(639,731)</b>	<b>(280,000)</b>	<b>-</b>	<b>1,050,000</b>	<b>(130,269)</b>	<b>-</b>
Extraordinary Item (Note 15)						
State on-behalf payments	(25,971,000)	-	-	-	-	(25,971,000)
State on-behalf revenue	25,971,000	-	-	-	-	25,971,000
<b>Total extraordinary item</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances (deficits)</b>	<b>2,247,665</b>	<b>501,733</b>	<b>(3,328,087)</b>	<b>963,422</b>	<b>(1,957,461)</b>	<b>(1,572,728)</b>
<b>FUND BALANCES (DEFICITS), beginning</b>	<b>21,285,122</b>	<b>1,426,026</b>	<b>(26,168,845)</b>	<b>6,139,805</b>	<b>9,357,522</b>	<b>12,039,630</b>
<b>FUND BALANCES (DEFICITS), ending</b>	<b>\$ 23,532,787</b>	<b>\$ 1,927,759</b>	<b>\$ (29,496,932)</b>	<b>\$ 7,103,227</b>	<b>\$ 7,400,061</b>	<b>\$ 10,466,902</b>

The notes to the financial statements are an integral part of this statement.

**TOWN OF WESTPORT, CONNECTICUT**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES (DEFICITS) OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
For the Year Ended June 30, 2008**

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Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds	\$ (1,572,728)
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation and losses on asset disposals in the current period.	1,352,545
Changes in revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	477,855
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	11,335,000
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	(5,226,353)
The change in net assets in governmental activities of internal service funds is reported with governmental activities.	<u>(1,204,138)</u>
Change in net assets of governmental activities.	<u><u>\$ 5,162,181</u></u>

The notes to the financial statements are an integral part of this statement.

**TOWN OF WESTPORT, CONNECTICUT**

**STATEMENT OF REVENUES, EXPENDITURES AND ENCUMBRANCES - BUDGETARY  
BASIS - BUDGET AND ACTUAL - GENERAL FUND AND SEWER OPERATING FUND  
For the Year Ended June 30, 2008**

	General Fund			
	Budgeted Amounts		Actual Budgetary Basis	Variance With Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Property taxes	\$ 139,454,885	\$ 140,656,851	\$ 141,197,929	\$ 541,078
Education	2,021,000	2,021,000	2,448,549	427,549
Parks and recreation	4,160,400	4,460,400	4,694,198	233,798
Income from investments	1,500,000	1,500,000	1,690,940	190,940
Intergovernmental	1,679,659	1,679,659	1,710,377	30,718
Permits, fees and other	7,730,500	7,730,500	8,820,377	1,089,877
Total revenues	156,546,444	158,048,410	160,562,370	2,513,960
EXPENDITURES				
General government	5,425,522	5,572,483	5,401,344	171,139
Public safety and protection	16,592,019	16,956,696	16,329,923	626,773
Public works	8,834,690	8,876,291	8,599,033	277,258
Public health	362,429	362,429	362,429	-
Human services	896,806	906,476	897,383	9,093
Education	103,281,287	103,938,337	103,624,417	313,920
Library	3,776,180	3,940,588	3,940,588	-
Parks and recreation	4,184,177	4,392,909	4,363,078	29,831
Other	10,740,021	10,619,287	10,227,127	392,160
Debt service	3,395,061	3,395,061	3,222,807	172,254
Capital outlay	1,187,497	1,213,866	1,189,361	24,505
Total expenditures	158,675,689	160,174,423	158,157,490	2,016,933
Revenues over (under) expenditures	(2,129,245)	(2,126,013)	2,404,880	4,530,893
OTHER FINANCING SOURCES (USES)				
Transfers in	544,822	544,822	801,456	256,634
Transfers out	(1,415,577)	(1,415,577)	(1,415,577)	-
Total other financing sources (uses)	(870,755)	(870,755)	(614,121)	256,634
Revenues and other financing sources over (under) expenditures and other financing uses	\$ (3,000,000)	\$ (2,996,768)	\$ 1,790,759	\$ 4,787,527

The notes to the financial statements are an integral part of this statement.

Sewer Operating Fund			
Budgeted Amounts		Actual	Variance With
Original	Final	Budgetary	Final Budget
		Basis	Positive
			(Negative)
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
4,100,562	4,153,792	4,739,794	586,002
4,100,562	4,153,792	4,739,794	586,002
-	-	-	-
-	-	-	-
1,857,498	1,910,728	1,868,630	42,098
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
1,647,487	1,647,487	1,541,237	106,250
-	-	-	-
3,504,985	3,558,215	3,409,867	148,348
595,577	595,577	1,329,927	734,350
-	-	-	-
(595,577)	(595,577)	(595,577)	-
(595,577)	(595,577)	(595,577)	-
\$ -	\$ -	\$ 734,350	\$ 734,350

TOWN OF WESTPORT, CONNECTICUT

STATEMENT OF NET ASSETS - PROPRIETARY FUNDS

June 30, 2008

	Governmental Activities
	Internal Service Funds
<b>ASSETS</b>	
Current assets:	
Cash and cash equivalents	\$ 5,400,128
<b>Total assets</b>	<u>5,400,128</u>
<b>LIABILITIES</b>	
Current liabilities:	
Accounts payable	47,288
Claims incurred but not reported	<u>2,139,367</u>
<b>Total liabilities</b>	<u>2,186,655</u>
<b>NET ASSETS</b>	
Unrestricted	<u>3,213,473</u>
<b>Total net assets</b>	<u><u>\$ 3,213,473</u></u>

The notes to the financial statements are an integral part of this statement.

**TOWN OF WESTPORT, CONNECTICUT**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN  
FUND NET ASSETS - PROPRIETARY FUNDS**

**For the Year Ended June 30, 2008**

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	Governmental Activities
	Internal Service Funds
<b>OPERATING REVENUES</b>	
Charges for services	\$ 17,013,625
<b>Total operating revenues</b>	<u>17,013,625</u>
<b>OPERATING EXPENSES</b>	
Claims incurred	16,710,542
Administration	1,630,165
<b>Total operating expenses</b>	<u>18,340,707</u>
<b>Operating loss</b>	<u>(1,327,082)</u>
<b>NONOPERATING REVENUES</b>	
Interest on investments	122,944
<b>Total nonoperating revenues</b>	<u>122,944</u>
<b>Change in net assets</b>	(1,204,138)
<b>NET ASSETS, beginning</b>	<u>4,417,611</u>
<b>NET ASSETS, ending</b>	<u>\$ 3,213,473</u>

The notes to the financial statements are an integral part of this statement.

TOWN OF WESTPORT, CONNECTICUT

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS

For the Year Ended June 30, 2008

	Governmental Activities
	Internal Service Funds
<b>Cash Flows From Operating Activities</b>	
Cash received from charges for services	\$ 17,013,625
Cash paid to vendors and beneficiaries	(18,254,740)
<b>Net cash used in operating activities</b>	<u>(1,241,115)</u>
<b>Cash Flows From Investing Activities</b>	
Interest on cash and cash equivalents	122,944
<b>Net cash provided by investing activities</b>	<u>122,944</u>
<b>Net decrease in cash and cash equivalents</b>	(1,118,171)
<b>Cash and Cash Equivalents</b>	
Beginning	<u>6,518,299</u>
Ending	<u><u>\$ 5,400,128</u></u>
<b>Reconciliation of Operating Loss to Net Cash Used in Operating Activities</b>	
Operating loss	\$ (1,327,082)
Adjustments to reconcile operating loss to net cash used in operating activities:	
Changes in assets and liabilities:	
Decrease in accounts payable	39,854
Increase in claims payable	46,113
<b>Net cash used in operating activities</b>	<u><u>\$ (1,241,115)</u></u>

The notes to the financial statements are an integral part of this statement.



**TOWN OF WESTPORT, CONNECTICUT**

**STATEMENT OF FIDUCIARY NET ASSETS - FIDUCIARY FUNDS**

**June 30, 2008**

	Pension Trust Funds	Agency Funds
<b>ASSETS</b>		
Cash and cash equivalents	\$ 11,699,577	\$ 2,276,680
Investments		
U.S. Government Securities	8,029,766	-
U.S. Government Agencies	155,681	-
Collateralized Mortgage Obligations	231,906	-
Municipal Bonds	443,845	-
Corporate Bonds	18,936,881	-
Sovereign Fixed Income	627,540	-
Common Stocks	3,950,741	-
Mutual Funds	102,121,721	-
Asset-Backed Securities	96,557	-
Hedge Funds	10,824,446	-
Commingled Funds	17,550,019	-
Inflation-Indexed Securities	166,986	-
<b>Total investments</b>	<b>163,136,089</b>	<b>-</b>
<b>Total assets</b>	<b>174,835,666</b>	<b>2,276,680</b>
<b>LIABILITIES</b>		
Due to student groups	-	751,244
Amounts held as agent	-	1,525,436
<b>Total liabilities</b>	<b>-</b>	<b>2,276,680</b>
<b>Net Assets Held in Trust for Pension Benefits</b>	<b>\$ 174,835,666</b>	<b>\$ -</b>

The notes to the financial statements are an integral part of this statement.

TOWN OF WESTPORT, CONNECTICUT

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS - FIDUCIARY FUNDS  
For the Year Ended June 30, 2008

	Pension Trust Funds
<b>Additions</b>	
Contributions	
Employer	\$ 882,302
Plan members	1,822,406
<b>Total contributions</b>	<u>2,704,708</u>
Investment Income (loss)	
Net depreciation in fair value of investments	(17,603,833)
Interest and dividends	6,056,310
<b>Net investment income (loss)</b>	<u>(11,547,523)</u>
Other revenue	<u>2,556,617</u>
<b>Total</b>	<u>(6,286,198)</u>
<b>Deductions</b>	
Benefits	7,091,014
Other	422,299
<b>Total</b>	<u>7,513,313</u>
<b>Change in net assets</b>	(13,799,511)
<b>Net Assets Held in Trust for Pension Benefits</b>	
Beginning of year	<u>188,635,177</u>
End of year	<u>\$ 174,835,666</u>

The notes to the financial statements are an integral part of this statement.

## **TOWN OF WESTPORT, CONNECTICUT**

### **NOTES TO FINANCIAL STATEMENTS**

**June 30, 2008**

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#### **Note 1. Significant Accounting Policies**

##### **Reporting entity**

The Town of Westport, Connecticut (the "Town") was incorporated as a town in 1835. The Town operates under a Board of Selectmen, Representative Town Meeting, and Board of Finance form of government and provides a full range of services including public safety, roads, sanitation, health, social services, culture and recreation, education, planning, zoning, and general administrative services to its residents. The accompanying financial statements conform to accounting principles generally accepted in the United States of America as applicable to governments.

Accounting principles generally accepted in the United States of America require that the reporting entity include (1) the primary government, (2) organizations for which the primary government is financially accountable and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The criteria provided in Government Accounting Standards Board Codification Section 2100 have been considered and as a result, the component unit discussed below is included in the Town's reporting entity because of its operational significance and financial relationship with the Town.

##### **Discretely presented component unit**

The component unit column in the government-wide financial statements includes financial data of the Town's component unit. This unit is reported in a separate column to emphasize that it is legally separate from the Town. The Westport Library Association Investment Fund, Inc. meets the criteria of a component unit in that it is fiscally dependent on the Town.

The Westport Library Association Investment Fund, Inc. was established under Connecticut State Statutes to serve the Town of Westport. The Library is governed by a 20 member Board of Trustees. One-half of the trustees are appointed by Westport's Representative Town Meeting, and one-half are appointed by the Board. Trustees serve a term of four (4) years. The Library provides services to the Town of Westport and its surrounding community. These services relate to the purchase and distribution of educational and recreational materials to the public. It also serves nonresident borrowers through the state-funded Connecticut program. The Library is funded by the Town of Westport and private contributions. Financial information related to the Westport Library Association Investment Fund, Inc. is available at the Westport Library Association, Inc., 20 Jesup Road, Westport, CT 06880. The Westport Library Association Investment Fund, Inc. is reported within the component unit column in the government-wide financial statements.

##### **Government-wide and fund financial statements**

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component unit. For the most part, the effect of interfund activity has been removed from these statements. Governmental

## TOWN OF WESTPORT, CONNECTICUT

### NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2008

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activities normally are supported by taxes and intergovernmental revenues. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

#### **Measurement focus, basis of accounting, and financial statement presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund. Agency fund financial statements are on the accrual basis with no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, except for debt service expenditures, as well as expenditures related to compensated absences, pension obligations, other post-employment benefit obligations, and claims and judgments, which are recorded only when payment is due.

Property taxes when levied for, intergovernmental revenues when eligibility requirements are met, licenses, charges for services, and interest associated with the current fiscal period are all considered to be measurable to accrual and so have been recognized as revenues of the current fiscal period, if available. All other revenue items are considered to be measurable only when cash is received by the government.

The Town reports the following major governmental funds:

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

## TOWN OF WESTPORT, CONNECTICUT

### NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2008

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The *Sewer Operating Fund* accounts for the revenues collected by the Town and expenditures related thereto.

The *Municipal Improvements Phase II Fund* accounts for proceeds of borrowed funds to be used for capital expenditures.

The *Capital and Nonrecurring Fund* accounts for various acquisitions, renovations and construction projects, as outlined in the State of Connecticut statutes.

Additionally, the Town reports the following fund types:

*Internal Service Funds* are used to account for the revenues and related expenses for the Town and Board of Education health self-insurance and worker's compensation insurance plans for employees of the Town and Board of Education.

*Pension Trust Funds* are used to account for the accumulation of resources to be used for retirement benefits, and include the Police, Fire, Public Works, Municipal Interim and Non-Union Funds.

*Agency Funds* are used to account for monies held as a custodian for outside groups and agencies.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and internal service fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

#### **Accounting estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

#### **Cash equivalents**

The Town classifies money market funds, MBIA class investments and treasury bills and certificates of deposit having original maturities of three months or less when purchased as cash equivalents.

## **TOWN OF WESTPORT, CONNECTICUT**

### **NOTES TO FINANCIAL STATEMENTS, Continued** **June 30, 2008**

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#### **Investments**

Investments are stated at fair value as follows:

- ♦ U.S. Government Agencies, U.S. Government Securities, Sovereign Fixed Income, Municipal Bonds, Collateralized Mortgage Obligations.
- ♦ Common Stock, and Equity Funds - closing prices as reported on the primary market or exchange on which they trade.
- ♦ Money Market Instruments – amortized cost which approximates fair value.
- ♦ Hedge Funds may include private equity partnerships, hedge and absolute return funds for which there may be no ready market to determine fair value. These investments are valued using the most recent valuation available from the external fund manager. These estimated values do not necessarily represent the amounts that will ultimately be realized upon the disposition of those assets, which may be materially higher or lower than values determined if a ready market for the securities existed.

The majority of the Town's investments are in the General Fund and Pension Trust Fund. The Connecticut State Treasurer's Short-Term Investment Fund is an investment pool managed by the State of Connecticut Office of the State Treasurer. Investments must be made in instruments authorized by Connecticut General Statutes 3-27c through 3-27e. Investment guidelines are adopted by the State Treasurer. The fair value of the position in the pool is the same as the value of the pool shares.

The balance of the pooled fixed income investments were invested in a pool similar to a 2a-7. The value of the position in the pool is the same as the value of the pool shares. These investments are stated at amortized cost.

#### **Property taxes**

Property taxes are assessed as of October 1, levied on the following July 1, and are due in four installments, July 1, October 1, January 1 and April 1. Taxes less than \$100 are due in full on July 1. Motor vehicle taxes are due in one installment on July 1, and supplemental motor vehicle taxes are due in full January 1. Taxes become delinquent thirty days after the installment is due. Liens are filed by the last day of the fiscal year. An allowance based on historical collection experience is provided for uncollectible taxes.

Sewer assessments are levied by the Water Pollution Control Authority and assessed to the users as projects are completed. Assessments are due and payable as of September 1 following the levy, but may be paid in installments with interest over the life of the bond issue less one year, usually a nineteen year period, with the prevailing interest rate. All properties are lienied until the assessment is paid in full.

## TOWN OF WESTPORT, CONNECTICUT

### NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2008

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#### Capital assets

In the government-wide financial statements, capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the governmental activities column. Infrastructure assets acquired prior to June 30, 1980 have been reported. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 for personal property and \$75,000 on all other with an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, and equipment of the Town is depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	40-50
Building improvements	20
Distribution and collection systems	50-100
Public domain infrastructure	50
System infrastructure	30
Machinery and equipment	5-20

In the governmental fund financial statements, capital assets are recorded as an expenditure when purchased and no depreciation expense is reported.

#### Compensated absences

Employees are paid by a prescribed formula for absences due to vacation or sickness. The obligation for vacation pay vests when earned. Unused sick leave may be accumulated for future absences in accordance with employee contracts and employment policies but does not vest. If an employee is retiring, limited accumulated unused sick leave is not paid but added to the credited service used to calculate pension benefits. The liability for the remainder of the accrued vacation earned is reported in the government-wide statements. In the governmental funds, the amounts are reported when paid or when payment is due.

## **TOWN OF WESTPORT, CONNECTICUT**

### **NOTES TO FINANCIAL STATEMENTS, Continued** **June 30, 2008**

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#### **Allowance for doubtful accounts**

Accounts and notes receivable for the primary government are reported net of allowance of \$1,000,000 for doubtful accounts. The allowance for doubtful accounts represents those accounts which are deemed uncollectible based upon past collection history and the creditors' ability to pay.

#### **Long-term obligations**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. Debt principal payments are reported as expenditures.

#### **Pension plan accounting**

##### **Pension Trust Funds:**

Employee contributions are recognized in the period in which the contributions are due. Employer contributions to the plan are recognized when due and the Town has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan.

##### **Governmental Funds:**

The net pension obligation (asset), the cumulative difference between annual pension cost and the Town's contributions to the plan since 1986, is calculated on an actuarial basis consistent with the requirements of Governmental Accounting Standards Board Statement No. 27. Expenditures are recognized when they are paid or are expected to be paid with current available resources. The pension asset is recorded as a non-current asset in the government-wide financial statements. The pension obligation is recorded as a non-current liability in the government-wide financial statements.

##### **Funding Policy:**

The Town makes contributions at the discretion of management. These contributions have been substantially the amount recommended by the Town's actuaries.



## TOWN OF WESTPORT, CONNECTICUT

### NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2008

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#### **Net other post-employment benefit obligations**

In fiscal year 2008, the Town implemented GASB Statement No. 45, *"Accounting and Financial Reporting by Employers for Post-employment Benefits Other than Pensions."* This pronouncement required the Town to calculate and record a net other post-employment benefit obligation (NOPEBO) at June 30, 2008. The NOPEBO is, in general, the cumulative difference between the actuarial required contribution and the actual contributions since July 1, 2007. The Town makes annual contributions based upon management decisions.

#### **Encumbrances**

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation, is utilized in the governmental funds. Encumbrances outstanding at year-end are reported as a reservation of fund balance as they do not constitute either expenditures or liabilities.

In the Government-Wide Financial Statements, net assets are classified in the following categories:

**Invested in Capital Assets, Net of Related Debt** - This category groups all capital assets, including infrastructure, into one component of net assets. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduces this category.

**Unrestricted Net Assets** - This category represents the net assets of the Town, which are not restricted for any project or other purpose.

In the fund financial statements, fund balances of governmental funds are classified in three separate categories. The three categories, and their general meanings, are as follows:

**Reserved fund balance** – indicates that portion of fund equity which has been legally segregated for specific purposes or not available for appropriation.

**Unreserved/designated fund balance** – indicates that portion of fund equity for which the Town has made tentative plans.

**Unreserved fund balance** – indicates that portion of fund equity which is available for appropriation and expenditure in future periods, or if a deficit for which future funding will be required.

**TOWN OF WESTPORT, CONNECTICUT**

**NOTES TO FINANCIAL STATEMENTS, Continued**  
**June 30, 2008**

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**Note 2. Reconciliation of Government-Wide and Fund Financial Statements**

**Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets**

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds, and net assets – governmental activities as reported in the government-wide statement of net assets. One element of that reconciliation explains that “long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of this \$(163,153,962) difference are as follows:

Bonds payable	\$ (154,530,000)
Less: Deferred charge for issuance costs (to be amortized over life of debt)	1,820,829
Add: Issuance premium (to be amortized)	(2,971,439)
Claims and judgments	(330,000)
Compensated absences	(1,908,352)
Net pension obligation	(1,633,000)
OPEB obligation	<u>(3,602,000)</u>
Net adjustment to reduce fund balance – total governmental funds to arrive at net assets – governmental activities	<u><u>\$ (163,153,962)</u></u>

**TOWN OF WESTPORT, CONNECTICUT**

**NOTES TO FINANCIAL STATEMENTS, Continued**  
**June 30, 2008**

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**Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances (deficits) and the governmental activities reported in government-wide statement of activities**

The governmental fund statement of revenues, expenditures, and changes in fund balances (deficits) includes a reconciliation between net changes in fund balances – total governmental funds, and changes in net assets of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this \$1,352,545 difference are as follows:

Capital outlay	\$ 8,989,997
Depreciation expense	(7,158,853)
Loss on disposal of capital assets	<u>(478,599)</u>
Net adjustment to increase net changes in fund balances – total governmental funds to arrive at changes in net assets of governmental activities	<u><u>\$ 1,352,545</u></u>

Another element of that reconciliation states that “the issuance of long-term debt (e.g., bonds), provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.” The details of this \$11,335,000 difference are as follows:

Debt issued or incurred:	
Principal repayments:	
General obligation debt	<u>\$ 11,335,000</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u><u>\$ 11,335,000</u></u>

## TOWN OF WESTPORT, CONNECTICUT

### NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2008

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Another element of that reconciliation states that "Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds." The details of this \$5,226,353 difference are as follows:

Net change in compensated absences	\$ 96,715
Net change in accrued interest	(865,757)
Net change in claims and judgments	(220,000)
Net change in net pension asset	1,628,000
Reduction in net pension obligation	1,103,000
Net change in OPEB obligation	3,602,000
Amortization of bond discounts	250,680
Amortization of bond premium	<u>(368,285)</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u><u>\$ 5,226,353</u></u>

### Note 3. Budgets and Budgetary Accounting

#### General Fund

The Town's general budget policies in the General Fund and Sewer Operating Fund are as follows:

- A. On the first Tuesday in May, the Representative Town Meeting adopts the budget for the fiscal year beginning July 1. The operating budget includes proposed expenditures and the means to be utilized to finance them.
- B. The Board of Finance is authorized to transfer budgeted amounts between appropriations and can approve additional appropriations up to an aggregate of \$20,000 per year. Additional appropriations aggregating more than \$20,000 per fiscal year must be approved by the Representative Town Meeting.
- C. Formal budgetary integration is employed as a management control device during the year. The legal level of control (the level at which expenditures may not exceed appropriations) is at the department level.
- D. Budgeted amounts shown are as amended by a Representative Town Meeting or by the Board of Finance during the course of the year. Additional appropriations for the year ended June 30, 2008 aggregated approximately \$1,499,000 for the General Fund.

**TOWN OF WESTPORT, CONNECTICUT**

**NOTES TO FINANCIAL STATEMENTS, Continued**  
**June 30, 2008**

- E. All noncontinuing appropriations lapse at year-end.
- F. Encumbrances are recognized as a valid and proper charge against a budget appropriation in the year in which the purchase order, contract or other commitment is issued and, accordingly, encumbrances outstanding at year-end are reflected in budgetary reports as expenditures of the current year.
- G. A reconciliation of General Fund operations presented in accordance with accounting principles generally accepted in the United States of America ("GAAP") to the amounts presented on the budgetary basis is as follows:

	General Fund		Sewer Operating Fund
	Revenues, Transfers, and Other Financing Sources	Expenditures and Transfers	Expenditures and Transfers
Balance, GAAP basis	\$ 167,523,836	\$ 165,276,171	\$ 3,058,965
State Teachers' Retirement payments made by State Department of Education on behalf of the Town, not recognized for budgetary purposes	(6,433,000)	(6,433,000)	-
Unliquidated prior year encumbrances	272,990	272,990	6,457
Encumbrances:			
June 30, 2007	-	(1,327,109)	(159,483)
June 30, 2008	-	836,896	1,099,505
Continued in force:			
June 30, 2007	-	(2,933,994)	-
June 30, 2008	-	3,881,113	-
Balance, budgetary basis	\$ 161,363,826	\$ 159,573,067	\$ 4,005,444

- H. Classifications of certain revenues and expenditures under GAAP differ from classifications utilized for budgetary purposes.

## TOWN OF WESTPORT, CONNECTICUT

### NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2008

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#### Special revenue funds

The Town does not have legally adopted annual budgets for its special revenue funds, other than the Sewer Operating Fund. Budgets for the various special revenue funds that are utilized to account for specific grant programs are established in accordance with the requirements of the State or other grantor agencies. Such budgets are non-lapsing and may comprise more than one fiscal year.

#### Capital projects funds

Legal authorization for expenditures of the capital projects funds is provided by the related bond ordinances and/or intergovernmental grant agreements or Connecticut General Statutes. Capital appropriations do not lapse until completion of the applicable projects.

#### Note 4. Cash and investments

Deposits: The Town has a policy that deposits can include demand and savings accounts and certificates of deposits. The Town's policy for custodial credit risk follows the State of Connecticut requirements that each depository maintain segregated collateral in an amount equal to a defined percentage of its public deposits based upon the bank's risk based capital ratio.

Investments: The Operating and Working Capital funds are invested in accordance with the guidelines of the "Investment Policy" upon the direction of the Finance Director in the following short-term investments: (1) various certificates of deposit (C.D.) with Connecticut banks (prior to acquiring a C.D., the Finance Director requires prospective bank depositories to provide written evidence that the bank meets the collateral, risk based capital and other requirements of Qualified Public Depositories as defined in Connecticut General Statutes Section 36-382); (2) money market accounts; (3) U.S. Government Treasury Obligations; (4) Repurchase Agreements collateralized by U.S. Government Agency Obligations; (5) MBIA Class - an investment fund managed by MBIA Municipal Investors Service Corporation which, according to MBIA Class, invest only in: (a) high grade short-term federal securities and variable rate obligations backed by federal agencies having monthly or quarterly assets based on indices like the prime rate, LIBOR, or a combination of the two; and (b) very short-term, usually overnight, repurchase agreements secured by high quality collateral which is valued daily and fully delivered to the program's custodial bank to be held for the benefit of the pool's participants. Eligible investments for Connecticut municipalities are determined by C.G.S. Section 7-400 and 7-402.

Town funds not under the direct control of the Finance Director and Controller will be the responsibility of the director or head of that department until such time the funds are disbursed or transferred to the Office of the Finance Director. The director or head of the department has established written procedures for the control of these funds. In addition, the Town monitors the risk based capital ratios and collateral requirements of the qualified public depositories, as defined in C.G. S. Section 36-382.

The investments of each of the six Pension Trust funds is carried out by the "Investment Committee" (consisting of the Chair of the Board of Finance, the Finance Director, and a third person chosen by the two and approved by each pension board of the various funds). The Investment Committee makes investment

## TOWN OF WESTPORT, CONNECTICUT

### NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2008

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decisions based on guidelines and investment policy established by the pension board of each of the pension funds.

The pension boards have adopted an investment policy to allocate fifty-five percent of fund assets to equities with the balance invested in fixed income securities and cash equivalents.

*Interest Rate Risk:* The Town does not have a formal policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, its practice is to structure the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and investing operating funds primarily in shorter-term securities, money market mutual funds, or similar investment pools. The Town's pension funds do have a policy to limit their exposure to fair value losses arising from changes in interest rates by structuring the investment portfolio so that securities mature to meet cash requirements for pension distributions, and monitoring the liquidity of the funds on an ongoing basis.

*Concentrations:* The Town's policy is to maintain a diversified portfolio to minimize the risk of loss resulting from over concentration of assets in a specific issuer.

*Custodial credit risk:*

*Deposits:* This is the risk that, in the event of failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The Town does not have a deposit policy for custodial credit risk. As of June 30, 2008, \$42,803,402 of the Town's bank balance of \$43,932,689 was exposed to custodial credit risk because it was uninsured and uncollateralized.

*Investments:* This is the risk that in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The Town and the pension funds do not have custodial credit risk policies for investments.

**TOWN OF WESTPORT, CONNECTICUT**

**NOTES TO FINANCIAL STATEMENTS, Continued**  
**June 30, 2008**

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Cash and investments of the Town consist of the following at June 30, 2008:

**Cash and Cash Equivalents**

Deposits with financial institutions	\$	41,569,095
State of Connecticut Short-Term Investment fund		25,383
Municipal Backed Investment Fund		545,737
<b>Total cash and cash equivalents</b>		<b>42,140,215</b>

**Investments**

General Fund		
U.S. Government Securities		5,048,665 *
U.S. Government Agencies		11,744,969 *
Certificate of Deposit		1,000,000
Debt Service Fund:		
U.S. Government Securities		2,821,639 *
<b>Total government investments</b>		<b>20,615,273</b>

Pension Trust Funds:

U.S. Government Securities		8,029,766 *
U.S. Government Agencies		155,681 *
Corporate Bonds		18,936,881 *
Mutual Funds		102,121,721
Collateralized Mortgage Obligations		231,906
Common Stock		3,950,741 *
Sovereign Fixed Income		627,540
Municipal Bonds		443,845 *
Asset-Backed Securities		96,557 *
Hedge Funds		10,824,446
Commingled Funds		17,550,019
Inflation-Indexed Securities		166,986 *
<b>Total pension investments</b>		<b>163,136,089</b>

<b>Total investments</b>		<b>183,751,362</b>
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<b>Total cash and investments</b>	<b>\$</b>	<b>225,891,577</b>
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\* These investments are uninsured and unregistered, with securities held by the counterparty's trust department or agent in the Town's name.



**TOWN OF WESTPORT, CONNECTICUT**

**NOTES TO FINANCIAL STATEMENTS, Continued**  
**June 30, 2008**

Cash and investments are classified in the accompanying financial statements as follows:

**Statement of Net Assets**

Cash and cash equivalents	\$	28,163,958
Investments		20,615,273
		<u>48,779,231</u>

**Fiduciary Funds:**

Cash and cash equivalents		13,976,257
Investments		163,136,089
		<u>177,112,346</u>

<b>Total cash and investments</b>	<b>\$</b>	<b>225,891,577</b>
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**Interest rate risk:** This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. Information about the exposure of the Town's debt type investments to this risk using the segmented time distribution model is as follows:

Type of Investment	Fair Value	Investment Maturities (in Years)			
		Less Than 1 Year	1-5 Years	6-10 Years	Over 10 Years
Pooled Fixed Income	\$ 571,120	\$ 571,120	\$ -	\$ -	\$ -
U.S. Government Agencies	11,900,650	4,684,656	7,060,313		155,681
U.S. Government Securities	15,900,070	143,699	7,344,868	3,261,081	5,150,422
Corporate Bonds	18,936,881	-	442,512	2,588,422	15,905,947
Sovereign Fixed Income	627,540	-	135,875	394,095	97,570
Municipal Bonds	443,845	-	-	-	443,845
Collateralized Mortgage Obligations	231,906	-	-	-	231,906
Asset-Backed Securities	96,557	-	-	96,557	-
Inflation-Indexed Securities	166,986	-	-	166,986	-
<b>TOTAL</b>	<b>\$ 48,875,555</b>	<b>\$ 5,399,475</b>	<b>\$ 14,983,568</b>	<b>\$ 6,507,141</b>	<b>\$ 21,985,371</b>

# TOWN OF WESTPORT, CONNECTICUT

## NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2008

**Credit Risk:** Generally, credit risk is the risk that an issuer of a debt type investment will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. U.S. government securities or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk exposure. Presented below is the actual rating as required for each debt type investment.

As indicated above, State Statutes limit the investment options of cities and towns. The Town's investment policy includes a section regarding investment guidelines that specifically defines its allowable investment choices.

Average Rating	Corporate Bonds	U.S. Government Agency	Sovereign Fixed Income	Pooled Fixed Income	Municipal Bonds	Asset-Backed Securities	Inflation- Indexed Securities
AAA	\$ 620,452	\$ 11,900,650	\$ -	\$ 25,383	\$ 26,030	\$ 96,557	\$ 166,986
AA+	131,353	-	-	-	101,328	-	-
AA	400,755	-	-	545,737	316,487	-	-
AA-	1,077,534	-	-	-	-	-	-
A+	2,757,767	-	97,535	-	-	-	-
A	4,167,463	-	-	-	-	-	-
A-	3,336,441	-	-	-	-	-	-
BBB+	3,085,243	-	135,875	-	-	-	-
BBB	2,214,168	-	394,130	-	-	-	-
BBB-	738,394	-	-	-	-	-	-
BB	98,500	-	-	-	-	-	-
Unrated	308,811	-	-	-	-	-	-
	<u>\$ 18,936,881</u>	<u>\$ 11,900,650</u>	<u>\$ 627,540</u>	<u>\$ 571,120</u>	<u>\$ 443,845</u>	<u>\$ 96,557</u>	<u>\$ 166,986</u>

**TOWN OF WESTPORT, CONNECTICUT**

**NOTES TO FINANCIAL STATEMENTS, Continued**  
**June 30, 2008**

**Note 5. Unearned Revenue/Deferred Revenue**

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds and governmental activities also report unearned revenue in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds and governmental activities were as follows:

	Deferred Revenue	Unearned Revenue
<b>General Fund:</b>		
Taxes and accrued interest on delinquent property taxes	\$ 9,563,330	\$ -
School construction receivable	3,179,131	-
Parking tickets and other	334,276	-
<b>Sewer Operating Fund:</b>		
Fees and accrued interest on delinquent sewer fees	6,504,188	-
<b>Nonmajor Funds:</b>		
Grants	-	5,390
Railroad parking permits	-	408,185
Summer school tuition	-	556,164
	<u>\$ 19,580,925</u>	<u>\$ 969,739</u>

**Note 6. Interfund Receivables, Payables and Transfers**

As of June 30, 2008, interfund receivables and payables that resulted from various interfund transactions were as follows:

	Due From Other Funds	Due To Other Funds
<b>Due From:</b>		
General Fund	\$ 7,562,605	\$ 5,076,457
Sewer Operating Fund	1,942,037	-
Municipal Improvements Phase II Fund	-	2,821,953
Capital and Nonrecurring Fund	-	801,985
Non-Major Governmental Funds	920,098	1,724,345
<b>Total</b>	<u>\$ 10,424,740</u>	<u>\$ 10,424,740</u>

**TOWN OF WESTPORT, CONNECTICUT**

**NOTES TO FINANCIAL STATEMENTS, Continued**  
**June 30, 2008**

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The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Interfund transfers during the year ended June 30, 2008 were as follows:

	<b>Transfers In</b>				<b>Totals</b>
	<b>General Fund</b>	<b>Sewer Operating Fund</b>	<b>Capital and Nonrecurring Fund</b>	<b>Nonmajor and Other Funds</b>	
Transfers out:					
General Fund	\$ -	\$ 315,577	\$ 1,050,000	\$ 330,000	\$ 1,695,577
Sewer Operating Fund	315,577	-	-	-	315,577
Nonmajor and Other Funds	460,269	-	-	-	460,269
<b>Total</b>	<b>\$ 775,846</b>	<b>\$ 315,577</b>	<b>\$ 1,050,000</b>	<b>\$ 330,000</b>	<b>\$ 2,471,423</b>

Transfers are used to account for: (1) financing by the General Fund of programs accounted for in other funds in accordance with budgetary amortizations; (2) sewer assessments and sewer usage charges collected in special revenue funds appropriated to General Fund to offset debt service expenditures; and (3) the one-time transfer of various residual program balances to the General and Special Revenue Funds.

**TOWN OF WESTPORT, CONNECTICUT**

**NOTES TO FINANCIAL STATEMENTS, Continued**  
**June 30, 2008**

**Note 7. Capital Assets**

Capital asset activity for the year ended June 30, 2008 was as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
<b>Governmental activities:</b>					
Capital assets, not being depreciated:					
Land	\$ 32,384,800	\$ -	\$ -	\$ -	\$ 32,384,800
Construction in progress	150,842,868	6,454,643	(382,727)	(289,589)	156,625,195
Total capital assets, not being depreciated	183,227,668	6,454,643	(382,727)	(289,589)	189,009,995
Capital assets, being depreciated:					
Land improvements	10,664,084	64,487	-	-	10,728,571
Buildings and improvements	157,726,174	-	-	-	157,726,174
Machinery and equipment	26,174,413	1,710,824	(681,973)	289,589	27,492,853
Infrastructure	95,021,097	760,043	-	-	95,781,140
Total capital assets being depreciated	289,585,768	2,535,354	(681,973)	289,589	291,728,738
Less accumulated depreciation for:					
Land improvements	5,778,167	422,714	-	-	6,200,881
Buildings and improvements	67,909,145	3,293,888	-	-	71,203,033
Machinery and equipment	18,261,161	1,373,363	(586,101)	-	19,048,423
Infrastructure	41,785,430	2,068,888	-	-	43,854,318
Total accumulated depreciation	133,733,903	7,158,853	(586,101)	-	140,306,655
Total capital assets, being depreciated, net	155,851,865	(4,623,499)	(95,872)	289,589	151,422,083
Governmental activities capital assets, net	\$ 339,079,533	\$ 1,831,144	\$ (478,599)	\$ -	\$ 340,432,078

**TOWN OF WESTPORT, CONNECTICUT**

**NOTES TO FINANCIAL STATEMENTS, Continued**  
**June 30, 2008**

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Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental Activities:	
General government services	\$ 131,287
Public safety	710,368
Public works, including depreciation of general infrastructure assets	2,692,262
Human services	5,176
Library	284,851
Parks and recreation	526,093
Education	2,808,816
Total depreciation expense – governmental activities	<u>\$ 7,158,853</u>

**Note 8. Interim Financing**

Interim financing transactions for the year ended June 30, 2008 were as follows:

Outstanding, July 1, 2007	\$ 23,160,492
New borrowings - interim financing	<u>3,517,140</u>
Outstanding, June 30, 2008	<u>\$ 26,677,632</u>

The interim financing amount represents Clean Water Fund notes which were issued to provide financing for the Town's Water Pollution Control Facility projects accounted for in the Municipal Improvement Fund Phase II.

**TOWN OF WESTPORT, CONNECTICUT**

**NOTES TO FINANCIAL STATEMENTS, Continued**  
**June 30, 2008**

**Note 9. Long-Term Obligations**

Long-term liability activity for the year ended June 30, 2008 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
<b>Governmental activities:</b>					
Bonds payable:					
General obligation bonds	\$ 165,865,000	\$ -	\$ 11,335,000	\$ 154,530,000	\$ 11,155,000
Add deferred amounts:					
Premiums	3,339,724	-	368,285	2,971,439	368,285
Less deferred amounts:	-	-	-	-	-
Bond issuance costs and gain/loss on refunding	(2,071,509)	-	(250,680)	(1,820,829)	(250,680)
<b>Total bonds payable</b>	<b>167,133,215</b>	<b>-</b>	<b>11,452,605</b>	<b>155,680,610</b>	<b>11,272,605</b>
Claims and judgments	550,000	330,000	550,000	330,000	330,000
Compensated absences	1,811,637	1,908,352	1,811,637	1,908,352	1,908,352
Net pension obligation	530,000	1,103,000	-	1,633,000	-
OPEB obligations	-	3,602,000	-	3,602,000	-
<b>Governmental activity long-term liabilities</b>	<b>\$ 170,024,852</b>	<b>\$ 6,943,352</b>	<b>\$ 13,814,242</b>	<b>\$ 163,153,962</b>	<b>\$ 13,510,957</b>

**TOWN OF WESTPORT, CONNECTICUT**

**NOTES TO FINANCIAL STATEMENTS, Continued**  
**June 30, 2008**

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**General obligation bonds**

As of June 30, 2008, the outstanding long-term indebtedness of the Town was as follows:

	Outstanding Amount
School bond; issue of \$24,318,000; due 7/15/13; annual principal payments ranging from \$560,000 to \$1,092,000; plus interest due semiannually at 4.50% to 5.25%	\$ 4,421,000
School bond; issue of \$28,083,000; due 08/15/10; annual principal payments of \$1,425,000; plus interest due semiannually at 4.50% to 4.75%	4,275,000
School bond; issue of \$24,985,000; due 9/15/10; annual principal payments of \$1,305,000; plus interest due semiannually at 4.00% to 4.30%	3,915,000
School bond, issue of \$19,435,000; due 12/1/11; annual principal payments of \$975,500; plus interest due semiannually at 4.00% to 4.50%	3,902,000
School bond, issue of \$31,753,000; due 2/1/23; annual principal payments ranging from \$1,590,000 to \$1,615,000; plus interest due semiannually at 3.0% to 5.0%	16,075,000
School refunding bond, issue of \$32,909,500; due 8/15/21; annual principal payments ranging from \$176,000 to \$3,883,000; plus interest due semiannually at 2.5% to 5.0%	32,757,500
Public Improvement bond; issue of \$9,057,000; due 7/15/13; annual principal payments ranging from \$30,000 to \$231,000; plus interest due semiannually at 4.50% to 5.25%	988,000
Public Improvement bond; issue of \$6,835,000; due 9/15/10; annual principal payments of \$355,000; plus interest due semiannually at 4.00% to 4.30%	1,065,000
Public Improvement bond; issue of \$800,000; due 8/15/10; annual principal payments of \$41,000; plus interest due semiannually at 4.50% to 4.75%	123,000
Public Improvement bond; issue of \$6,680,000; due 12/1/11; annual principal payment of \$344,000; plus interest due semiannually at 4.00% to 4.50%	1,376,000
Public Improvement bond; issue of \$202,000; due 2/1/23; annual principal payments ranging from \$10,000 to \$11,000; plus interest due semiannually at 3.0% to 5.0%	103,000



**TOWN OF WESTPORT, CONNECTICUT**

**NOTES TO FINANCIAL STATEMENTS, Continued**  
**June 30, 2008**

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	Outstanding Amount
Public Improvement refunding bond; issue of \$8,872,000; due 8/15/21; annual principal payments ranging from \$79,000 to \$1,129,000; plus interest due semiannually at 2.5% to 5.0%	8,799,000
Sewer bond; issue of \$4,435,000; due 7/15/13; annual principal payments ranging from \$75,000 to \$366,000; plus interest due semiannually at 4.50% to 5.25%	1,031,000
Sewer bond; issue of \$725,000; due 9/15/10; annual principal payments of \$40,000; plus interest due semiannually at 4.00% to 4.30%	120,000
Sewer bond; issue of \$1,617,000; due 8/15/10; annual principal payments of \$84,000; plus interest due semiannually at 4.50% to 4.75%	252,000
Sewer bond; issue of \$1,710,000; due 12/1/11; annual principal payments of \$85,500; plus interest due semiannually at 4.00% to 4.50%	342,000
Sewer bond; issue of \$90,000; due 2/1/23; annual principal payments ranging from \$4,000 to \$5,000; plus interest due semiannually at 3.0% to 5.0%	47,000
Sewer refunding bond; issue of \$2,948,500; due 8/15/21; annual principal payments ranging from \$87,000 to \$350,000; plus interest due semiannually at 3.0% to 5.0%	2,813,500
School bond; issue of \$34,197,090; due 11/1/24; annual principal payments ranging from \$1,746,650 to \$1,755,240; plus interest due semiannually at 3.0% to 4.125%	29,830,490
Public improvement bond; issue of \$4,743,000; due 11/1/24; annual principal payments ranging from \$242,270 to \$243,430; plus interest due semiannually at 3.0% to 4.125%	4,137,150
Sewer bond; issue of \$1,000,000; due 11/1/24; annual principal payments ranging from \$51,080 to \$51,330; plus interest due semiannually at 3.0% to 4.125%	872,360
General purpose refunding bond; due 2/1/20; annual principal payments ranging from \$41,230 to \$692,000 plus interest due semi-annually at 4.00% to 5.00%	3,248,480
School refunding bond, due 2/1/20; annual principal ranging from \$1,242,940 to \$3,806,000; plus interest due semi-annually at 4.00% to 5.00%	22,079,170

**TOWN OF WESTPORT, CONNECTICUT**

**NOTES TO FINANCIAL STATEMENTS, Continued**  
**June 30, 2008**

	Outstanding Amount
Sewer refunding bond; due 2/1/20; annual principal payments ranging from \$33,610 to \$122,000 plus interest due semi-annually at 4.00% to 5.00%	702,350
School bond; issue of \$7,350,000 due 7/15/25; annual principal payments ranging from \$350,000 to \$395,000 plus interest due semi-annually at 3.50% to 5.50%	7,065,000
Public improvement bond; issue of \$4,050,000 due 7/15/25; annual principal payments ranging from \$180,000 to \$220,000 plus interest due semi-annually at 3.50% to 5.50%	3,895,000
Sewer bond; issue of \$305,000 due 7/15/25; annual principal payments ranging from \$15,000 to \$20,000 plus interest due semi-annually at 3.50% to 5.50%	295,000
Amount to be financed and paid through the General Fund and Sewer Operating Fund	\$ 154,530,000

The annual debt service requirements of this debt are as follows:

	Principal	Interest	Total
2009	11,155,000	6,663,903	17,818,903
2010	11,245,000	6,214,365	17,459,365
2011	11,250,000	5,717,253	16,967,253
2012	11,235,000	5,246,296	16,481,296
2013	11,160,000	4,782,818	15,942,818
2014	11,150,000	4,261,044	15,411,044
2015	11,165,000	3,750,698	14,915,698
2016	11,150,000	3,237,891	14,387,891
2017	11,125,000	2,724,909	13,849,909
2018	10,760,000	2,240,154	13,000,154
2019	10,765,000	1,729,394	12,494,394
2020	9,115,000	1,264,269	10,379,269
2021	7,265,000	869,631	8,134,631
2022	5,715,000	585,319	6,300,319
2023	4,285,000	379,693	4,664,693
2024	2,680,000	192,500	2,872,500
2025	2,680,000	82,444	2,762,444
2026	630,000	13,388	643,388
	\$ 154,530,000	\$ 49,955,969	\$ 204,485,969

**TOWN OF WESTPORT, CONNECTICUT**

**NOTES TO FINANCIAL STATEMENTS, Continued**  
**June 30, 2008**

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**School bond reimbursements**

The State of Connecticut reimburses the Town for eligible school bond principal and interest costs. The amount of reimbursement for the year ended June 30, 2008 was approximately \$415,000. Additional reimbursements of principal and interest aggregating approximately \$4,030,000 are expected to be received through the bonds' maturity dates.

**Debt limitation**

The Town's statement of debt limitation under Connecticut General Statutes, Section 7-374(b) as of June 30, 2008 is as follows:

Total tax collections (including interest and lien fees and net of refunds and adjustments) for the year ended June 30, 2008	\$ 141,881,697
Reimbursement for revenue loss:	
Tax relief for elderly	<u>-</u>
Base	<u><u>\$ 141,881,697</u></u>

**TOWN OF WESTPORT, CONNECTICUT**

**NOTES TO FINANCIAL STATEMENTS, Continued**  
**June 30, 2008**

The Connecticut General Statutes provide that authorized debt of the Town shall not exceed seven times the above base cash receipts, or \$993,171,879, nor shall the total authorized particular purpose debt exceed the individual debt limitations reflected in the table below:

	General Purpose	Schools	Sewers	Urban Renewal	Pension Deficit
Debt limitation:					
2-1/4 times base	\$ 319,233,818	\$ -	\$ -	\$ -	\$ -
4-1/2 times base	-	638,467,637	-	-	-
3-3/4 times base	-	-	532,056,364	-	-
3-1/4 times base	-	-	-	461,115,515	-
3 times base	-	-	-	-	425,645,091
Total debt limitation	319,233,818	638,467,637	532,056,364	461,115,515	425,645,091
Indebtedness:					
Bonds and notes payable	23,734,630	124,320,160	6,475,210	-	-
Bonds authorized but unissued; issue dates not yet established	3,907,985	8,758,870	31,962,282	-	-
Construction grants	-	(3,179,131)	-	-	-
Total indebtedness	27,642,615	129,899,899	38,437,492	-	-
Debt limitation in excess of outstanding and authorized debt	\$ 291,591,203	\$ 508,567,738	\$ 493,618,872	\$ 461,115,515	\$ 425,645,091

## **TOWN OF WESTPORT, CONNECTICUT**

### **NOTES TO FINANCIAL STATEMENTS, Continued** **June 30, 2008**

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#### **Note 10. Commitments and Contingencies**

##### **Contingent Liabilities**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the Town expects such amounts, if any, to be immaterial.

##### **Lawsuits**

Various litigation, principally involving claims for personal injury and contested tax assessment, is pending against the Town.

For certain cases, where it is probable that a liability has been incurred and the amount of the loss can be reasonably estimated, a loss contingency has been accrued for in the government-wide statement of approximately \$330,000. Based upon the advice of the Town Counsel, management believes that the ultimate resolution of these matters will not have a material adverse effect on the financial statements of the Town.

##### **Municipal Solid Waste Service Agreement**

The Town has entered into a municipal solid waste service agreement, as amended (the "Service Agreement") with the Connecticut Resources Recovery Authority (the "Authority") pursuant to which it participates with seventeen other Connecticut municipalities (the eighteen constituting the "Contracting Municipalities"), in the Greater Bridgeport Resources Recovery System (the "System").

Under the Service Agreement, the Town is required to deliver, or cause to be delivered, to the System solid waste generated within its boundaries up to its minimum commitment of 19,500 tons per year and to pay a uniform per ton disposal service payment (the "Service Payment"). The current aggregate fee is \$76 plus operating expenses per ton. The aggregate minimum commitment of the twelve Contracting Municipalities is 260,000 tons per year. The Town's Service Payment commitment is a "put-or-pay" commitment, in that if the aggregate minimum commitment of the Contracting Municipalities is not met by the total deliveries of all the Contracting Municipalities in any year, the Town must pay the Service Payment for its proportionate share of the shortfall of the aggregate minimum commitment (unless it delivered its full portion).

Service Payments shall be payable so long as the System is accepting solid waste delivered by or on behalf of the Town, whether or not such solid waste is processed at the facility.

## TOWN OF WESTPORT, CONNECTICUT

### NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2008

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#### Note 11. Employee Retirement Plans

##### Plan Description

The Town maintains five contributory pension plans covering substantially all full-time employees and noncertified Board of Education employees. The five pension plans are single-employer contributory defined benefit plans which are part of the Town's financial reporting entity and are accounted for in five pension trust funds: police, fire, public works, municipal interim, and non-union. Stand-alone financial statements are not available. The certified faculty and administrative personnel of the Board of Education participate in a contributory retirement plan administered by the State Teachers' Retirement Board. The Town does not contribute to this plan.

As of June 30, 2008, the Plan's membership consisted of:

	Police	Fire	Public Works	Municipal Interim	Non-Union
Active	61	59	33	380	90
Terminated-vested	-	-	1	5	2
Retired	68	53	24	188	53
Leave of absence	-	-	1	-	-
Total	129	112	59	573	145

##### Police and Fire Pension Plans

All regular employees of the police and fire departments are eligible to participate in the plans from their date of hire. They are fully vested and may retire after 20 years of service. The retirement benefit is calculated at 2 ½% of the final average compensation multiplied by the years of credited services to a maximum of 32 ½ years for fire and police. Members are required to contribute 9.5% of their annual compensation.

##### Public Works Pension Plan

All members of the Public Works Union are eligible to participate in the plan as of the date the employee completes the probationary period. They are vested after 10 years of service. Participants hired prior to January 1, 1973 may retire after 25 years of service. Participants hired on or after January 1, 1973 may retire when the participant's age and years of credited service equal 75 with a minimum of age 55 and a minimum of 10 years of service. The retirement benefit is calculated at 2 ½% of the average of the participant's final 12 months of compensation, multiplied by the years of service to a maximum of 32 ½ years. Participants in the Plan hired before July 1, 1999 contribute 9% of their annual salary to the pension plan. Participants hired on or after July 1, 1999 contribute 10% of salary to the plan.

## **TOWN OF WESTPORT, CONNECTICUT**

### **NOTES TO FINANCIAL STATEMENTS, Continued** **June 30, 2008**

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#### **Municipal Interim Plan**

Employees that belong to the Westport Municipal Union and the Westport Paraprofessionals Union are covered under the Municipal Interim Plan. Full vesting for the Plan occurs after 10 years of continuous service, or 15 years of non-continuous service. An employee may retire upon reaching age 55 if fully vested; or upon completion of 25 years of credited service without age requirement. The pension benefit for the Municipal Interim Plan is equal to 2% of "final average compensation" multiplied by the number of years for credited service for the first 20 years of service plus 2.25% for service thereafter, to a maximum of 33 years. Employees contribute 4% of compensation.

#### **Non-Union Plans**

The Non-Union Plans are differentiated by Supervisory and Non-Supervisory.

Non-union employee is eligible to participate as of the date the participant completed the Probationary Period provided the employee works 20 or more hours per week months or more per year. An employee hired at age 60 has the option to waive participation by filing the appropriate form with the Town. Full vesting for the Plan occurs after 10 years of continuous service for non-union non supervisory and after 5 years of continuous service for non-union supervisory participants. An employee may retire upon attainment of age 55 and completion of at least 10 years of continuous Credit Service; or completion of 25 years of Credited Service without regard to age; and for Non-Union Supervisory employees, or age 60 and completion of 5 Years of Service.

Pension benefit for non-union supervisory employees is the greater of monthly Average Final Compensation (AFC) times completed years and completed 2.25% of months of Credit Service or monthly pension benefit accrued under another Town retirement plan the employee participated in immediately prior to the employee becoming a Participant of the Plan, plus 2.25% of the employee's AFC multiplied by the years and months of Credited Service.

Pension benefit for non-union, non-supervisory employees is the greater of 2% of monthly Average Final Compensation (AFC) times completed years and months of Credited Service not to exceed 20 years, plus 2.25% of monthly AFC times completed years and months of Credited Service in excess of 20 years or the Participant's accrued monthly pension under another Town retirement plan the employee participated in immediately preceding the day prior to participating in the Plan, plus 1) 2% of monthly AFC times completed years and months of Credited Service not to exceed 20 years, plus 2) 2.25% of monthly AFC times completed years and months of Credited in excess of 20 years.

## TOWN OF WESTPORT, CONNECTICUT

### NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2008

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The monthly pension calculated cannot be more than the Participant's monthly AFC or less than \$1,200 per year for those that completed 5 years of Credited Service in the Non-Union Supervisory Plan, or \$1000 per year for those that completed 10 years of Credited Service in the Non-Union Non-Supervisory Plan.

The rate of contribution for Non-Union Supervisory and Non-Union Non-Supervisory employees is 4% of compensation.

All pension plans have provisions for retirement with disability and death benefits. The Town is required to contribute the remaining amount necessary (net of employee contributions) to fund the pension plans based on an actuarially sound method. Benefits and employee contribution rates are set by the Town and the bargaining unit.

#### Annual Pension Cost and Net Pension Obligation (Asset)

The Town's annual pension cost and net pension obligation (asset) for the Plans for the year ended June 30, 2008 were as follows:

	Police	Fire	Public works	Municipal Interim	Non-Union
Annual required contribution	\$ 792,000	\$ 771,000	\$ 118,000	\$ 581,000	\$ 1,317,000
Interest on net pension obligation (asset)	(53,000)	(43,000)	(29,000)	(21,000)	40,000
Adjustment to annual required contribution	76,000	67,000	40,000	41,000	(83,000)
Annual pension cost	815,000	795,000	129,000	601,000	1,274,000
Contributions made	(35,000)	(96,000)	(54,000)	(201,000)	(497,000)
Increase (decrease) in net pension obligation (asset)	780,000	699,000	75,000	400,000	777,000
Net pension obligation (asset) beginning of year	(702,000)	(577,000)	(380,000)	(274,000)	530,000
Net pension obligation (asset) end of year	\$ 78,000	\$ 122,000	\$ (305,000)	\$ 126,000	\$ 1,307,000



TOWN OF WESTPORT, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued  
June 30, 2008

Trend Information

Police

Fiscal Year Ended	Annual Pension Cost (APC)	Percentage Of APC Contributed	Net Pension Obligation (Asset)	Actual Contribution
6/30/06	\$ 28,000	164.3%	\$ (691,000)	\$ 46,000
6/30/07	25,000	155.0%	(702,000)	31,000
6/30/08	815,000	4.2%	78,000	35,000

Fire

Fiscal Year Ended	Annual Pension Cost (APC)	Percentage Of APC Contributed	Net Pension Obligation (Asset)	Actual Contribution
6/30/06	\$ 26,000	146.2%	\$ (516,000)	\$ 38,000
6/30/07	20,000	405.0%	(577,000)	81,000
6/30/08	795,000	12.1%	122,000	96,000

Public Works

Fiscal Year Ended	Annual Pension Cost (APC)	Percentage Of APC Contributed	Net Pension Obligation (Asset)	Actual Contribution
6/30/06	\$ 9,000	644.4%	\$ (344,000)	\$ 58,000
6/30/07	7,000	614.3%	(380,000)	43,000
6/30/08	129,000	41.9%	(305,000)	54,000

Municipal Interim

Fiscal Year Ended	Annual Pension Cost (APC)	Percentage Of APC Contributed	Net Pension Obligation (Asset)	Actual Contribution
6/30/06	\$ 173,000	141.0%	\$ (170,000)	\$ 244,000
6/30/07	185,000	156.2%	(274,000)	289,000
6/30/08	601,000	33.4%	126,000	201,000

Non-Union

Fiscal Year Ended	Annual Pension Cost (APC)	Percentage Of APC Contributed	Net Pension Obligation (Asset)	Actual Contribution
6/30/06	\$ 445,000	41.1%	\$ 405,000	\$ 183,000
6/30/07	445,000	71.9%	530,000	320,000
6/30/08	1,274,000	39.0%	1,307,000	497,000

**TOWN OF WESTPORT, CONNECTICUT**

**NOTES TO FINANCIAL STATEMENTS, Continued**  
**June 30, 2008**

The following is a summary of certain significant actuarial assumptions and other information.

	Police	Fire	Public Works	Municipal Interim	Non-Union
Valuation Date	July 1, 2007	July 1, 2007	July 1, 2007	July 1, 2007	July 1, 2007
Actuarial cost method	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age
Remaining amortization Period, closed	Various	Various	Various	Various	Various
Asset valuation method	3-Year Average of Market Value	3-Year Average of Market Value	3-Year Average of Market Value	Market value	AAV Reset to Market Value
Actuarial assumptions:					
Investment rate of return	7.5%	7.5%	7.5%	7.5%	7.5%
Projected salary increases	4.5%	4.5%	4.5%	4.5%	4.5%
Inflation rate	5.0%	5.0%	5.0%	3.0%	3.0%

Employer contribution history is as follows:

Year Ended June 30,	Police		Fire		Public Works	
	Annual Required Contribution	Percentage Contributed	Annual Required Contribution	Percentage Contributed	Annual Required Contribution	Percentage Contributed
2008	\$ 792,258	4.4%	\$ 771,469	12.4%	\$ 118,381	45.6%
2007	-	>100%	-	>100%	-	>100%
2006	-	>100%	-	>100%	-	>100%
2005	-	>100%	-	>100%	-	>100%
2004	-	>100%	-	>100%	-	>100%
2003	-	>100%	-	>100%	-	>100%

Year Ended June 30,	Municipal Interim		Non-Union	
	Annual Required Contribution	Percentage Contributed	Annual Required Contribution	Percentage Contributed
2008	\$ 581,171	34.6%	\$ 1,316,926	37.74%
2007	174,691	> 100%	472,006	67.74%
2006	167,168	> 100%	451,681	40.55%
2005	248,955	3.2%	319,748	45.2%
2004	178,742	3.6%	266,908	51.1%
2003	-	-	144,150	77.10%

# TOWN OF WESTPORT, CONNECTICUT

## NOTES TO FINANCIAL STATEMENTS June 30, 2008

### SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	(Underfunded) Overfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
<b>Police</b>						
July 1, 2007	\$ 59,391,179	\$ 59,391,179	\$ -	100.00%	\$ 4,460,137	0.00%
July 1, 2006	*	*	*	*	*	*
July 1, 2005	53,591,748	53,591,748	-	100.00%	4,361,181	0.00%
July 1, 2004	*	*	*	*	*	*
July 1, 2003	49,705,675	49,705,675	-	100.00%	3,251,410	0.00%
July 1, 2002	*	*	*	*	*	*
<b>Fire</b>						
July 1, 2007	\$ 44,956,343	\$ 44,956,343	\$ -	100.00%	\$ 3,523,133	0.00%
July 1, 2006	*	*	*	*	*	*
July 1, 2005	40,587,158	40,587,158	-	100.00%	3,354,697	0.00%
July 1, 2004	*	*	*	*	*	*
July 1, 2003	37,358,077	37,358,077	-	100.00%	2,789,902	0.00%
July 1, 2002	*	*	*	*	*	*
<b>Public Works</b>						
July 1, 2007	\$ 11,957,887	\$ 12,833,013	\$ (875,126)	93.18%	\$ 1,883,376	46.47%
July 1, 2006	*	*	*	*	*	*
July 1, 2005	10,573,871	10,573,871	-	100.00%	1,691,264	0.00%
July 1, 2004	*	*	*	*	*	*
July 1, 2003	9,758,316	9,758,316	-	100.00%	1,683,567	0.00%
July 1, 2002	*	*	*	*	*	*
<b>Municipal Interim</b>						
July 1, 2007	\$ 43,337,870	\$ 44,359,347	\$ (1,021,477)	97.70%	\$ 12,664,307	8.07%
July 1, 2006	*	*	*	*	*	*
July 1, 2005	37,590,990	33,225,563	(4,365,427)	113.14%	11,560,277	(37.76%)
July 1, 2004	*	*	*	*	*	*
July 1, 2003	33,582,137	31,497,817	(2,084,320)	106.62%	11,560,277	(18.03%)
July 1, 2002	*	*	*	*	*	*
<b>Non-Union</b>						
July 1, 2007	\$ 19,805,032	\$ 26,834,472	\$ (7,029,440)	73.80%	\$ 6,113,598	114.98%
July 1, 2006	*	*	*	*	*	*
July 1, 2005	17,364,336	18,414,013	(1,049,677)	94.30%	4,777,631	(21.97%)
July 1, 2004	*	*	*	*	*	*
July 1, 2003	16,630,394	17,473,318	(842,924)	95.16%	4,777,631	(2.41%)
July 1, 2002	*	*	*	*	*	*

\* Information not available.

TOWN OF WESTPORT, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued  
June 30, 2008

SCHEDULE OF PLAN NET ASSETS  
JUNE 30, 2008

	Pension Trust Funds					Totals
	Police	Fire	Public Works	Municipal Interim	Non-Union	
<b>ASSETS</b>						
<b>Cash and cash equivalents</b>	\$ 3,894,263	\$ 2,935,642	\$ 795,300	\$ 2,824,929	\$ 1,249,443	\$ 11,699,577
<b>Investments, at fair value</b>						
U.S. Government Securities	2,684,783	2,044,822	550,477	1,902,790	846,894	8,029,766
U.S. Government Agencies	52,052	39,645	10,673	36,891	16,420	155,681
Collateralized Mortgage Obligation	77,539	59,056	15,898	54,954	24,459	231,906
Municipal Bonds	148,401	113,027	30,428	105,177	46,812	443,845
Corporate Bonds	6,331,618	4,822,376	1,298,210	4,487,417	1,997,260	18,936,881
Sovereign Fixed Income	209,821	159,806	43,021	148,706	66,186	627,540
Common Stocks	1,320,945	1,006,077	270,841	936,196	416,682	3,950,741
Mutual Funds	34,144,785	26,005,830	7,000,913	24,199,486	10,770,707	102,121,721
Asset-Backed Securities	32,284	24,589	6,619	22,881	10,184	96,557
Inflation-Indexed Securities	55,832	42,524	11,448	39,570	17,612	166,986
Hedge Funds	3,619,195	2,756,502	742,065	2,565,037	1,141,647	10,824,446
Commingled Fund	5,867,915	4,469,204	1,203,135	4,158,777	1,850,988	17,550,019
<b>Total investments</b>	54,545,170	41,543,458	11,183,728	38,657,882	17,205,851	163,136,089
<b>Other receivable</b>						-
<b>Total Assets</b>	58,439,433	44,479,100	11,979,028	41,482,811	18,455,294	174,835,666
<b>Net Assets Held in Trust For Pension Benefits</b>	\$ 58,439,433	\$ 44,479,100	\$ 11,979,028	\$ 41,482,811	\$ 18,455,294	\$ 174,835,666

TOWN OF WESTPORT, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued  
June 30, 2008

SCHEDULE OF CHANGES IN  
PLAN NET ASSETS  
YEAR ENDED JUNE 30, 2008

	Pension Trust Funds					
	Police	Fire	Public Works	Municipal Interim	Non-Union	Totals
<b>Additions</b>						
Contributions:						
Employer	\$ 34,500	\$ 95,625	\$ 53,959	\$ 201,368	\$ 496,850	\$ 882,302
Plan members	437,106	397,071	162,511	584,209	241,509	1,822,406
<b>Total contributions</b>	<b>471,606</b>	<b>492,696</b>	<b>216,470</b>	<b>785,577</b>	<b>738,359</b>	<b>2,704,708</b>
Investment Income (loss)						
Net depreciation in fair value of investments	(5,972,069)	(4,526,005)	(1,217,821)	(4,037,992)	(1,849,946)	(17,603,833)
Interest and dividends	2,052,118	1,557,077	419,097	1,389,317	638,701	6,056,310
<b>Net investment income (loss)</b>	<b>(3,919,951)</b>	<b>(2,968,928)</b>	<b>(798,724)</b>	<b>(2,648,675)</b>	<b>(1,211,245)</b>	<b>(11,547,523)</b>
Other revenue	388,883	273,721	73,665	1,703,270	117,078	2,556,617
<b>Total</b>	<b>(3,059,462)</b>	<b>(2,202,511)</b>	<b>(508,589)</b>	<b>(159,828)</b>	<b>(355,808)</b>	<b>(6,286,198)</b>
<b>Deductions</b>						
Benefits	2,413,452	1,730,939	419,969	1,576,427	950,227	7,091,014
Other	74,315	50,560	134,918	118,803	43,703	422,299
<b>Net change in net assets</b>	<b>(5,547,229)</b>	<b>(3,984,010)</b>	<b>(1,063,476)</b>	<b>(1,855,058)</b>	<b>(1,349,738)</b>	<b>(13,799,511)</b>
<b>Net Assets Held in Trust</b>						
Beginning of year	63,986,662	48,463,110	13,042,504	43,337,869	19,805,032	188,635,177
End of year	<u>\$ 58,439,433</u>	<u>\$ 44,479,100</u>	<u>\$ 11,979,028</u>	<u>\$ 41,482,811</u>	<u>\$ 18,455,294</u>	<u>\$ 174,835,666</u>

## **TOWN OF WESTPORT, CONNECTICUT**

### **NOTES TO FINANCIAL STATEMENTS, Continued** **June 30, 2008**

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#### **Connecticut State Teachers' Retirement System**

The faculty and professional personnel of the Board of Education participate in a contributory defined benefit plan, established under Section 10.183 of the Connecticut General Statutes, which is administered by the Connecticut State Teachers' Retirement Board. A teacher is eligible to receive normal retirement benefits if he or she has attained age sixty and has accumulated twenty years of credited service in the public schools of Connecticut or has attained any age and has accumulated thirty-five years of credited service, at least twenty-five of which are service in the public schools of Connecticut. The financial statements of the Plan are available from the Connecticut Office of the State Comptroller, 55 Elm Street, Hartford, CT 06106.

Certain part-time and full-time certified teachers are eligible to participate in the plan and are required to contribute 7.25% of their annual earnings to the plan. The Town does not, and is not legally responsible to, contribute to the plan.

The State of Connecticut contributes based on actuarially determined amounts. The funding level was determined based on an actuarial valuation of the plan as a whole, which does not provide actuarial information on an individual city/town basis.

In addition, the Town has recognized revenues and expenditures for on-behalf payments for pension contributions paid directly to the Connecticut State Teachers' Retirement System by the State of Connecticut. Such on-behalf payments were approximately \$6,433,000 for the year ended June 30, 2008. (See Note 15 for further disclosure)

#### **Note 12. Risk Management**

The Town is exposed to various risks of loss including torts, theft, damage to, and destruction of assets, errors and omissions, injuries to employees, employee health, natural disaster, public official liability and police professional liability. The Town generally obtains commercial insurance for these risks, but has chosen to retain the risks for employee health and workers' compensation. The Town has established three self-insurance funds, one for Town employees, one for Board of Education employees, and one for Worker's Compensation. All funds are accounted for as internal service funds.

#### **Town**

Under the Town's current medical insurance policy, the plan covers all employee claims submitted with stop loss coverage for claims in excess of 120% of expected claim level, determined by Blue Cross/Blue Shield at the beginning of each contract. The Town also offers a Health Maintenance Organization (HMO) as an alternative to all employees with specific limits for maximum annual benefits and co-payments.

## **TOWN OF WESTPORT, CONNECTICUT**

### **NOTES TO FINANCIAL STATEMENTS, Continued** **June 30, 2008**

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The Town's approximate maximum exposure for the year ended June 30, 2008 was approximately \$5,128,000 of which approximately \$3,931,000 was paid.

The plan is funded by monthly contributions from the general fund.

#### **Board of Education**

Under the Board's current medical insurance policy, the plan coverages vary depending on the union agreements. The plan provides coverage for hospital, major medical and dental. The seven unions covered are teachers; administrators, secretaries; custodians, maintenance, paraprofessionals, nurses and nurses aides. Depending on the union, there are different coverages, maximum benefits, deductibles and required contributions to the plan. The Board of Education also offers HMOs as an alternative to all employees with specific limits for maximum benefits per year and co-payments.

The Board of Education's approximate maximum exposure for the year ended June 30, 2008 was approximately \$13,087,000 of which approximately \$11,778,000 was paid.

The plan is funded monthly by Board of Education budget appropriations and employee contributions as required.

Under Public Act 89-342, health insurance for retired teachers, a subsidy equal to the equivalent flat dollar premium amount for Anthem Blue Cross/Blue Shield coverage, will be paid by the State directly to local school districts, which will apply the subsidy to reduce premium payments of the retired member/spouse covered by the local school district plan. The retired member/spouse is required to pay the difference directly to the local school district. The funding for the State Teachers' Retirement Board is provided by the members' 1% supplemental contributions, which, since July 1, 1989, have been directed to a dedicated health insurance fund. There is no cost to the Town.

The Board of Education has a policy with Connecticut Interlocal Risk Management Agency (CIRMA) for Worker's Compensation coverage for all Board of Education employees.

#### **Worker's Compensation**

The Town currently is a member in Connecticut Interlocal Risk Management Agency (CIRMA), a public entity risk pool established for the purpose of administering an interlocal risk management program pursuant to the provisions of Connecticut General Statutes, for workers' compensation and employer liability coverage. CIRMA currently has 216 members in the workers' compensation pool. The Town pays an annual premium for its coverage. CIRMA is to be self-sustaining through members' premiums but reinsures in excess of \$250,000 for each insured occurrence and a \$1,000,000 annual aggregate. Members may be subject to supplemental assessment in the event of deficiencies; however, potential assessments are limited pursuant to the by-laws.

## TOWN OF WESTPORT, CONNECTICUT

### NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2008

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Settled claims have not exceeded commercial coverage nor has coverage been materially reduced in any of the last three years.

The Town is self-insured for worker's compensation claims. The Town recognizes a liability for worker's compensation claims payable and for claims incurred but not reported based on actuarial analysis of claim history and for other self-insured claims which are probable of loss based on a case-by-case review. The Town's potential liability under this Plan is approximately \$888,700 for fiscal year 2008.

Claims transactions for the last two years for the Town's health and worker's compensation insurance and the Board of Education's medical insurance are as follows:

Fiscal Year Ended	Claims Payable July 1	Current Year Claims and Changes in Estimates	Claims Paid	Claims Payable June 30
Town:				
2008	\$ 1,120,196	\$ 1,691,468	\$ 3,931,860	\$ 1,120,196
2007	\$ 1,120,196	\$ 3,768,204	\$ 3,768,204	\$ 1,120,196
Board of Education:				
2008	\$ 973,058	\$ 10,740,340	\$ 12,732,569	\$ 1,019,171
2007	\$ 911,187	\$ 11,372,825	\$ 11,310,954	\$ 973,058

#### **Note 13. Other Post-Employment Benefits**

In addition to providing pension benefits, the Town instituted a policy providing 50% to 60% of certain health care benefits for retired employees. Substantially all of the Town's employees may become eligible for those benefits, if they retire under a normal retirement or with disability.

##### Post retirement benefits

From an accrual accounting perspective, the cost of postemployment healthcare benefits, like the cost of pension benefits, generally should be associated with the periods in which the cost occurs, rather than in the future year when it will be paid. In adopting the requirements of GASB Statement No. 45 during the year ended June 30, 2008, the Town recognizes the cost of postemployment healthcare in the year when the employee services are received, disclosed the accumulated liability from prior years, and provides information useful in assessing potential demands on the Town's future cash flows. Recognition of the liability accumulated from prior years will be phased in over 30 years, commencing with the 2008 liability.

##### Plan description

The Town provides post-retirement benefits for certain employees for current and future health and life insurance benefit expenses through a single-employer defined benefit plan. A bi-annual actuarial valuation is made to determine whether the contributions are sufficient to meet the plan obligations. The latest actuarial valuation was made July 1, 2007. The post-retirement plan does not issue stand-alone financial reports.



**TOWN OF WESTPORT, CONNECTICUT**

**NOTES TO FINANCIAL STATEMENTS, Continued**  
**June 30, 2008**

The contribution requirements of plan members and the Town are established and may be amended by the Town. The Town determines the required contribution using the Projected Unit Credit Method.

Membership in the plan consisted of the following at July 1, 2007, the date of the last actuarial valuation.

Retirees and beneficiaries receiving benefits	154
Active plan members	298
<b>Total</b>	<b>452</b>

The Town's annual other post-employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The actuarial accrued liability as of July 1, 2007 is estimated to be \$47,770,000. The Town's contributions represent payments made for premiums for insured individuals on a pay-as-you-go method.

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation was as follows:

Fiscal Year Ending	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
6/30/08	\$ 5,264,000	\$ 1,662,000	31.2%	\$ 3,602,000

OPEB Obligation

Schedule of Funding Progress 000's						
Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded AAL	Funded Ratio	Covered Payroll (Total)	UAAL as a Percentage of Payroll
7/1/2007	\$ -	\$50,000	\$50,000	0.00%	NA	NA

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

**TOWN OF WESTPORT, CONNECTICUT**

**NOTES TO FINANCIAL STATEMENTS, Continued**  
**June 30, 2008**

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Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The information presented was determined as part of the actuarial valuation. Additional information as of the last actuarial valuations follows:

Valuation Date:	July 1, 2007
Actuarial Cost Method:	Projected Unit Credit
Asset Valuation Method:	Market Value
Amortization Method:	Level Percent of Pay
Remaining Amortization Period	30 Years
Actuarial Assumptions:	
Discount rate	7.5%
Salary increase rate	4.5%
Inflation rate	None
Health cost trend rates	Average annual healthcare cost trend rates are assumed to be as follows:

Year	Decrease
2008	7.75%
2009	6.50%
2010	5.75%
2011	4.50%
2012 and later	3.75%

## TOWN OF WESTPORT, CONNECTICUT

### NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2008

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#### **Note 14. Fund Deficits**

The following funds had fund deficits as of June 30, 2008:

Municipal Improvements Fund Phase II	\$ 29,496,932
Educational Facilities Improvement Fund	3,401,820
Educational Facilities Improvement Fund – Phase VII	19,338

The Town anticipates financing the deficits in the funds through authorized bond issues/revenues and grants.

#### **Note 15. Extraordinary Item**

The State of Connecticut issued approximately \$2.3 billion in taxable general obligation bonds to be used for deposit into the State of Connecticut Teachers' Retirement Fund. As contributions to the fund represent on-behalf payment to the Town, an amount of \$25,971,000 has been recorded as an extraordinary item in the Town's financial statements.

#### **Note 16. Subsequent Event**

Subsequent to year-end, the credit and liquidity crisis in the United States and throughout the global financial system has resulted in substantial volatility in financial markets and the banking system. These and other economic events have had an adverse impact on investment portfolios. As a result, the Town's pension plan investments have incurred a significant decline in value since June 30, 2008.

#### **Note 17. Pronouncements Issued, Not Yet Effective**

The Governmental Accounting Standards Board (GASB) has issued several pronouncements prior to June 30, 2008 that may impact future financial presentations.

Management has not currently determined what, if any, impact implementation of the following statements may have on the financial statements:

- ◆ GASB Statement No. 49, "Accounting and Financial Reporting for Pollution Remediation Obligations," issued December 1, 2006, will be effective for the Town beginning with its fiscal year June 30, 2008, but the liability should be measured at July 1, 2007 so that beginning net assets can be restated. This Statement identifies the circumstances under which a government would have to estimate its expected outlays for pollution remediation if it knows a site is polluted, if the pollution poses an imminent danger to the public or the environment, if the government has violated a pollution prevention permit or license, if the government has been named as a responsible party for cleaning up the pollution, if the government began to clean up the pollution, and if the government is named in a lawsuit. In addition, it provides disclosure information about their pollution obligations associated with clean-up efforts.

**TOWN OF WESTPORT, CONNECTICUT**

**NOTES TO FINANCIAL STATEMENTS, Continued**  
**June 30, 2008**

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- ◆ GASB Statement No. 51, "Accounting and Financial Reporting for Intangible Assets," issued June, 2007. Governments possess many different types of assets that may be considered intangible assets, including easements, water rights, timber rights, patents, trademarks, and computer software. Intangible assets, and more specifically easements, are referred to in the description of capital assets in Statement No. 34, "Basic Financial Statements - and Management's Discussion and analysis - for State and Local Governments." This reference has created questions as to whether and when intangible assets should be considered capital assets for financial reporting purposes. An absence of sufficiently specific authoritative guidance that addresses these questions has resulted in inconsistencies in the accounting and financial reporting of intangible assets among state and local governments, particularly in the areas of recognition, initial measurement, and amortization. The objective of this Statement is to establish accounting and financial reporting requirements for intangible assets to reduce these inconsistencies, thereby enhancing the comparability of the accounting and financial reporting of such assets among state and local governments. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2009.
- ◆ GASB Statement No. 52, "Land and Other Real Estate Held as Investment by Endowments". This Statement addresses the recognition, measurement, and disclosure of information regarding derivative instruments entered into by state and local governments. Derivative instruments are often complex financial arrangements used by governments to manage specific risks or to make investments. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2009.
- ◆ GASB Statement No. 53, "Accounting and Financial Reporting for Derivative Instruments". This Statement establishes consistent standards for the reporting of land and other real estate held as investments by essentially similar entities. It requires endowments to report their land and other real estate investments at fair value. Governments also are required to report the changes in fair value as investment income and to disclose the methods and significant assumptions employed to determine fair value, and other information that they currently present for other investments reported at fair value. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2008.

**SUPPLEMENTAL AND COMBINING  
FUND STATEMENTS AND SCHEDULES**

**General Fund**

**TOWN OF WESTPORT, CONNECTICUT**

**GENERAL FUND REVENUES AND TRANSFERS IN -  
BUDGETARY BASIS - BUDGET AND ACTUAL**

**For the Year Ended June 30, 2008**

	Budgeted Amounts		Actual	Variance With
	Original	Final	Budgetary	Final Budget
			Basis	Positive
				(Negative)
<b>PROPERTY TAXES</b>				
Current levy	\$ 138,304,885	\$ 139,506,851	\$ 140,244,615	\$ 737,764
Prior levies	1,150,000	1,150,000	953,314	(196,686)
<b>Total property taxes</b>	<b>139,454,885</b>	<b>140,656,851</b>	<b>141,197,929</b>	<b>541,078</b>
<b>EDUCATION</b>				
Staples trust fund	19,000	19,000	25,958	6,958
Sundries	-	-	119,390	119,390
Tuition	325,000	325,000	327,921	2,921
<b>Total education</b>	<b>344,000</b>	<b>344,000</b>	<b>473,269</b>	<b>129,269</b>
<b>PARKS AND RECREATION</b>	<b>4,160,400</b>	<b>4,460,400</b>	<b>4,694,198</b>	<b>233,798</b>
<b>INCOME FROM INVESTMENTS</b>	<b>1,500,000</b>	<b>1,500,000</b>	<b>1,690,940</b>	<b>190,940</b>
<b>INTERGOVERNMENTAL</b>				
Boat registration	159,500	159,500	159,515	15
Elderly tax relief	115,000	115,000	102,714	(12,286)
Emergency management	10,000	10,000	10,523	523
Historical Preservation Grant	10,000	10,000	12,000	2,000
Housing Authority Pilot Grant	22,000	22,000	43,314	21,314
In lieu of taxes	799,959	799,959	751,988	(47,971)
Miscellaneous state grants	30,000	30,000	74,814	44,814
New Machinery Grant	2,000	2,000	3,048	1,048
Pequot Indian grant	51,800	51,800	20,322	(31,478)
School construction grants	461,400	461,400	422,286	(39,114)
Shellfish Commission	3,000	3,000	3,156	156
State education grants	1,677,000	1,677,000	1,975,280	298,280
State reimbursements	10,000	10,000	101,989	91,989
Veterans' exemption	5,000	5,000	4,708	(292)
<b>Total intergovernmental</b>	<b>3,356,659</b>	<b>3,356,659</b>	<b>3,685,657</b>	<b>328,998</b>
<b>PERMITS, FEES AND OTHER</b>				
Licenses and Permits				
Building Inspector	1,450,000	1,450,000	1,757,735	307,735
Burglar alarms	75,000	75,000	70,814	(4,186)
Conservation Commission	80,000	80,000	99,576	19,576
Fire Department permits, etc.	1,500	1,500	1,785	285
Planning and Zoning	409,000	409,000	500,554	91,554
Town Clerk conveyance tax	1,800,000	1,800,000	1,993,039	193,039
Town Clerk licenses	8,000	8,000	9,269	1,269
Zoning Board of Appeals	25,000	25,000	22,000	(3,000)
<b>Total licenses and permits</b>	<b>3,848,500</b>	<b>3,848,500</b>	<b>4,454,772</b>	<b>606,272</b>

(Continued)

**TOWN OF WESTPORT, CONNECTICUT**

**GENERAL FUND REVENUES AND TRANSFERS IN -  
BUDGETARY BASIS - BUDGET AND ACTUAL, Continued  
For the Year Ended June 30, 2008**

	Budgeted Amounts		Actual Budgetary Basis	Variance With Final Budget Positive (Negative)
	Original	Final		
PERMITS, FEES AND OTHER, Continued				
Fines and Penalties				
Tax Collector - interest/liens	700,000	700,000	815,467	115,467
Police fines	250,000	250,000	257,790	7,790
Total fines and penalties	950,000	950,000	1,073,257	123,257
Current Service Charges				
Bulky waste charges	40,000	40,000	41,996	1,996
EMS reimbursements	600,000	600,000	719,951	119,951
Fire Department Commercial Plan Review	-	-	49,565	49,565
Housing Authority loan payment	115,800	115,800	115,821	21
Housing Authority PILOT - Canal St.	31,000	31,000	34,958	3,958
Police Vehicle Reimbursement	-	-	102,097	102,097
Public Works permits, etc.	34,200	34,200	47,008	12,808
Public Works refuse collection	14,000	14,000	14,380	380
Rental of facilities	820,000	820,000	737,061	(82,939)
Solid waste tipping fees	280,000	280,000	352,356	72,356
Town attorney reimbursement	15,000	15,000	-	(15,000)
Town Clerk recording fees	358,000	358,000	309,597	(48,403)
Workers' compensation payments	200,000	200,000	165,742	(34,258)
Youth services	7,000	7,000	7,500	500
Total current services charges	2,515,000	2,515,000	2,698,032	183,032
Miscellaneous				
Insurance Reimbursement	-	-	73,763	73,763
Other	50,000	50,000	134,691	84,691
Sale of surplus property	5,000	5,000	14,393	9,393
Telephone access line grant	232,000	232,000	234,414	2,414
Unexpended prior year encumbrances	130,000	130,000	137,055	7,055
Total miscellaneous	417,000	417,000	594,316	177,316
Total permits, fees and other	7,730,500	7,730,500	8,820,377	1,089,877
TRANSFERS IN	544,822	544,822	801,456	256,634
Total	\$ 157,091,266	\$ 158,593,232	\$ 161,363,826	\$ 2,770,594



**TOWN OF WESTPORT, CONNECTICUT**

**GENERAL FUND EXPENDITURES AND TRANSFERS OUT -**

**BUDGETARY BASIS - BUDGET AND ACTUAL**

**For the Year Ended June 30, 2008**

	Budgeted Amounts		Actual	Variance With
	Original	Final	Budgetary	Final Budget
			Basis	Positive
				(Negative)
<b>GENERAL GOVERNMENT</b>				
Representative Town Meeting	\$ 46,826	\$ 46,826	\$ 38,337	\$ 8,489
Selectmen	297,126	300,781	291,843	8,938
Probate Court	15,910	15,910	12,017	3,893
Registrars	116,575	109,678	88,532	21,146
Elections	75,240	134,037	129,178	4,859
Board of Finance	8,400	8,400	5,072	3,328
Finance Department	680,316	703,662	682,689	20,973
Audit	90,400	90,400	89,050	1,350
Personnel	248,760	253,900	249,279	4,621
Assessor	429,425	433,120	425,653	7,467
Central communications	173,635	176,175	156,686	19,489
Tax Collector	338,411	338,411	330,814	7,597
Information services	737,780	677,750	665,706	12,044
Board of Assessment Appea	1,725	1,725	891	834
Town Attorney	732,954	820,688	818,449	2,239
Town Clerk	374,044	375,968	350,687	25,281
Historic District	76,033	80,038	78,034	2,004
Conservation	326,935	330,746	325,538	5,208
Planning and Zoning	585,469	604,710	601,649	3,061
Zoning Board of Appeals	69,558	69,558	61,240	8,318
<b>Total general government</b>	<b>5,425,522</b>	<b>5,572,483</b>	<b>5,401,344</b>	<b>171,139</b>
<b>PUBLIC SAFETY AND PROTECTION</b>				
Police Department	6,912,437	7,158,606	7,019,104	139,502
Police Vehicle Maintenance	297,255	359,643	356,386	3,257
Dog Warden	143,170	143,170	121,618	21,552
Emergency Medical Service	1,045,965	1,045,965	1,039,668	6,297
Fire Department	6,778,422	6,830,642	6,438,071	392,571
Water Service - Fire	990,000	990,000	932,076	57,924
Building inspection	309,245	311,195	309,615	1,580
Public Site and Building Commission	77,187	79,137	76,947	2,190
Westport emergency management	38,338	38,338	36,438	1,900
<b>Total public safety and protection</b>	<b>16,592,019</b>	<b>16,956,696</b>	<b>16,329,923</b>	<b>626,773</b>
<b>PUBLIC WORKS</b>				
Engineering	830,090	807,919	748,350	59,569
Highway	1,543,359	1,569,403	1,562,573	6,830
Equipment maintenance	307,244	322,244	319,416	2,828
Roadway maintenance	1,642,799	1,652,934	1,651,715	1,219
Street lighting	300,000	294,865	239,275	55,590

(Continued)

**TOWN OF WESTPORT, CONNECTICUT**

**GENERAL FUND EXPENDITURES AND TRANSFERS OUT -  
BUDGETARY BASIS - BUDGET AND ACTUAL, Continued  
For the Year Ended June 30, 2008**

	Budgeted Amounts		Actual Budgetary Basis	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>PUBLIC WORKS, Continued</b>				
Solid waste disposal	2,291,066	2,215,079	2,109,269	105,810
Building maintenance	1,056,037	1,124,752	1,105,159	19,593
Building custodians	431,258	431,258	425,203	6,055
Maintenance of property	27,500	27,500	26,388	1,112
Maintenance parks and recreation	316,195	316,195	298,399	17,796
Tree maintenance	89,142	114,142	113,286	856
<b>Total public works</b>	<b>8,834,690</b>	<b>8,876,291</b>	<b>8,599,033</b>	<b>277,258</b>
<b>PUBLIC HEALTH</b>				
Health District	358,729	358,729	358,729	-
Health Services	3,700	3,700	3,700	-
<b>Total public health</b>	<b>362,429</b>	<b>362,429</b>	<b>362,429</b>	<b>-</b>
<b>HUMAN SERVICES</b>				
Youth Services	240,827	233,953	231,929	2,024
Social Services	268,076	272,273	267,211	5,062
Commission for the Elderly	387,903	400,250	398,243	2,007
<b>Total human services</b>	<b>896,806</b>	<b>906,476</b>	<b>897,383</b>	<b>9,093</b>
<b>EDUCATION</b>				
Board of Education	88,693,229	89,230,969	89,050,047	180,922
BOE Rentals/ Reimbursement	-	119,310	119,310	-
Aid to Pvt & Parochial Sc	204,479	204,479	204,465	14
Debt service - Long Term	14,341,479	14,341,479	14,250,595	90,884
Debt service - Bond Antic.	42,100	42,100	-	42,100
<b>Total education</b>	<b>103,281,287</b>	<b>103,938,337</b>	<b>103,624,417</b>	<b>313,920</b>
<b>LIBRARY</b>	<b>3,776,180</b>	<b>3,940,588</b>	<b>3,940,588</b>	<b>-</b>
<b>PARKS AND RECREATION</b>				
Administration	597,405	608,691	608,407	284
Guest Services	233,646	232,361	224,192	8,169
Maintenance and Development	412,337	500,891	499,051	1,840
Boating	166,562	196,878	196,656	222
Parks Maintenance	424,921	450,684	445,951	4,733
Golf	791,229	815,894	807,265	8,629
Athletic Fields Maintenance	311,290	323,290	321,516	1,774
Tennis	69,440	69,440	68,388	1,052
Skating	40,706	41,991	41,991	-
Beach and Pool	242,431	255,889	254,855	1,034
Miscellaneous Programs	886,010	888,656	886,562	2,094
Memorial Day	8,200	8,244	8,244	-
<b>Total parks and recreation</b>	<b>4,184,177</b>	<b>4,392,909</b>	<b>4,363,078</b>	<b>29,831</b>

TOWN OF WESTPORT, CONNECTICUT

GENERAL FUND EXPENDITURES AND TRANSFERS OUT -  
BUDGETARY BASIS - BUDGET AND ACTUAL, Continued  
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance With
	Original	Final	Budgetary	Final Budget
			Basis	Positive
				(Negative)
<b>OTHER</b>				
Pensions	1,099,375	1,099,375	1,082,597	16,778
Insurance	7,750,796	7,750,796	7,482,229	268,567
Social Security	934,200	941,332	908,041	33,291
Unemployment compensation	30,000	39,714	39,714	-
Earthplace	81,560	81,560	81,560	-
Miscellaneous	352,100	421,386	359,042	62,344
Transportation Service	263,099	263,099	263,099	-
Reserve for Salary Adjustment	216,391	9,525	-	9,525
Employee Productivity	7,500	7,500	5,845	1,655
Accrued Vacation	5,000	5,000	5,000	-
<b>Total other</b>	<b>10,740,021</b>	<b>10,619,287</b>	<b>10,227,127</b>	<b>392,160</b>
<b>DEBT SERVICE</b>				
Interest on Bonds	1,118,101	1,118,101	1,118,097	4
Bond Anticipation Financing	327,850	327,850	155,600	172,250
Bond Principal Payments	1,949,110	1,949,110	1,949,110	-
<b>Total debt service</b>	<b>3,395,061</b>	<b>3,395,061</b>	<b>3,222,807</b>	<b>172,254</b>
<b>CAPITAL OUTLAY</b>				
General government	243,250	275,090	275,088	2
Public safety	597,447	581,922	574,439	7,483
Public works	191,000	191,000	182,698	8,302
Recreation	146,200	156,254	148,228	8,026
Human services	9,600	9,600	8,908	692
<b>Total capital outlay</b>	<b>1,187,497</b>	<b>1,213,866</b>	<b>1,189,361</b>	<b>24,505</b>
<b>TRANSFERS OUT</b>	<b>1,415,577</b>	<b>1,415,577</b>	<b>1,415,577</b>	<b>-</b>
<b>Total</b>	<b>\$ 160,091,266</b>	<b>\$ 161,590,000</b>	<b>\$ 159,573,067</b>	<b>\$ 2,016,933</b>

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**Nonmajor Governmental Funds**

## **Nonmajor Governmental Funds**

### ***Special Revenue Funds***

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

**Shellfish Commission Fund** - is used to account for the revenues generated from the sale of licenses and for the expenditures as required by the State of Connecticut for maintaining shellfish beds.

**Railroad Parking Reserve Fund**- is used to account for the revenues transferred from the Railroad Parking Fund and expenditures as required by the State of Connecticut pursuant to a lease agreement between the Town of Westport and the Department of Transportation.

**Railroad Parking Fund** - is used to account for the revenues and expenditures related to the Railroad Parking operation.

**Dog License Fund** - is used to account for revenue from dog license fees and related expenditures.

**State Aid for Town Highways Fund**- is used to account for grant revenues from the State of Connecticut and expenditures allowable under the State Highway Grant program.

**Heart and Hypertension Fund** - is used to account for payment of claims relative to Heart and Hypertension law.

**Youth Services Fund** - is used to account for grant revenues from the State of Connecticut and expenditures related thereto.

**Recreation Program Fund** - is used to account for revenues collected to pay for various recreational activities.

**Educational Grants Fund** - is used to account for U.S. and Connecticut Department of Education grants relating to education that are administered by the Superintendent's office.

**Adult and Continuing Education Fund** - is used to account for registration, textbook and grant revenues and related expenditures.

**Summer School Fund** - is used to account for registration and textbook revenues and related expenditures.

**Cafeteria Fund** - is used to account for the operations of the school cafeterias, including the receipt and expenditure of related federal and state funding.

**Police Fund** - is used to account for revenues related to police seizure and abandoned property programs.

**Escrow Fund** - is used to account for revenues transferred in for a specific purpose and expenditures directly related to transfers.

**Insurance Reserve Fund** - is used to account for revenues transferred from the General Fund used to pay deductibles for liability and property claims.

### ***Capital Projects Funds***

Capital projects funds are used to account for the acquisition of major capital facilities other than those financed by proprietary funds.

**Real Property Fund** - is used to account for revenues generated from the sale of surplus properties in the Town and expenditures to reacquire other real property.

**Sewer Reserve Fund** - is used to account for revenues transferred in from the Sewer Operating Fund. These revenues are generated through user fees and expenditures for renovations to existing sewers.

**Educational Facilities Improvement Fund** - is used to account for borrowed funds which are used to pay for educational facility improvements.

**Educational Facilities Improvement - Fund Phase IV** – is used to account for borrowed funds which are used to pay for the fourth phase of educational facility improvements.

**Educational Facilities Improvement - Fund Phase V** – is used to account for borrowed funds which are used to pay for the fifth phase of educational facility improvements.

**Educational Facilities Improvement - Fund Phase VII** – is used to account for borrowed funds which are used to pay for the seventh phase of educational facility improvements.

### ***Debt Service Fund***

The Debt Service Fund is used to invest proceeds from refunding issues and premiums paid on new bond issues to offset costs for the years the refinancings are applicable.

### ***Permanent Funds***

**Mary A. Bedford Trust Fund** – is used to account for a donation to support the Board of Education.

**E.A. Nash Trust Fund** – is used to account for a donation to support welfare payments.

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TOWN OF WESTPORT, CONNECTICUT

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS

June 30, 2008

	Special Revenue		
	Shellfish Commission Fund	Railroad Parking Reserve Fund	Railroad Parking Fund
<b>ASSETS</b>			
Cash and cash equivalents	\$ 32,921	\$ 436,784	\$ 1,172,055
Investments	-	-	
Other receivables	-	-	
Due from other funds	-	-	150,279
	-		
<b>Total assets</b>	<b>\$ 32,921</b>	<b>\$ 436,784</b>	<b>\$ 1,322,334</b>
<b>LIABILITIES AND FUND BALANCES (DEFICITS)</b>			
<b>Liabilities</b>			
Accounts payable	\$ 518	\$ -	\$ 2,071
Unearned revenue	-	-	408,185
Due to other funds	-	150,279	29,241
<b>Total liabilities</b>	<b>518</b>	<b>150,279</b>	<b>439,497</b>
<b>Fund balances (deficits)</b>			
Reserved for encumbrances	-	-	686,905
Unreserved and undesignated	32,403	286,505	195,932
		-	
<b>Total fund balances (deficits)</b>	<b>32,403</b>	<b>286,505</b>	<b>882,837</b>
<b>Total liabilities and fund balances (deficits)</b>	<b>\$ 32,921</b>	<b>\$ 436,784</b>	<b>\$ 1,322,334</b>

Special Revenue							
Dog License Fund	State Aid For Town Highways Fund	Heart and Hypertension Fund	Youth Services Fund	Recreation Program Fund	Educational Grants Fund	Adult and Continuing Education Fund	
\$ 1,490	\$ 11,927	\$ 698,335	\$ 18,407	\$ 25,637	\$ 54,908	\$ 207,568	
-	-	-	-	-	-	-	
-	-	-	-	-	8,376	16,253	
16,716	270,000	-	-	-	-	-	
<u>\$ 18,206</u>	<u>\$ 281,927</u>	<u>\$ 698,335</u>	<u>\$ 18,407</u>	<u>\$ 25,637</u>	<u>\$ 63,284</u>	<u>\$ 223,821</u>	
\$ 18,206	\$ -	\$ -	\$ 31	\$ 938	\$ -	\$ 53,832	
-	-	-	-	-	5,390	-	
-	-	-	-	-	54,146	26,710	
18,206	-	-	31	938	59,536	80,542	
-	-	-	-	-	5,038	-	
-	281,927	698,335	18,376	24,699	(1,290)	143,279	
-	281,927	698,335	18,376	24,699	3,748	143,279	
<u>\$ 18,206</u>	<u>\$ 281,927</u>	<u>\$ 698,335</u>	<u>\$ 18,407</u>	<u>\$ 25,637</u>	<u>\$ 63,284</u>	<u>\$ 223,821</u>	

(Continued)

TOWN OF WESTPORT, CONNECTICUT

COMBINING BALANCE SHEET, Continued  
NONMAJOR GOVERNMENTAL FUNDS

June 30, 2008

	Special Revenue				
	Summer School Fund	Cafeteria Fund	Police Fund	Escrow Fund	Insurance Reserve Fund
<b>ASSETS</b>					
Cash and cash equivalents	\$ 1,043,323	\$ 303,822	\$ 27,082	\$ 703,898	\$ 940,644
Investments	-	-	-	-	-
Other receivables	-	44,333	-	-	-
Due from other funds	-	-	-	-	29,951
	-	-	-	-	-
<b>Total assets</b>	<b>\$ 1,043,323</b>	<b>\$ 348,155</b>	<b>\$ 27,082</b>	<b>\$ 703,898</b>	<b>\$ 970,595</b>
<b>LIABILITIES AND FUND BALANCES (DEFICITS)</b>					
<b>Liabilities</b>					
Accounts payable	\$ -	\$ 140,605	\$ -	\$ 6,180	\$ -
Unearned revenue	556,164	-	-	-	-
Due to other funds	-	-	-	50,000	-
	-	-	-	-	-
<b>Total liabilities</b>	<b>556,164</b>	<b>140,605</b>	<b>-</b>	<b>56,180</b>	<b>-</b>
<b>Fund balances (deficits)</b>					
Reserved for encumbrances	-	-	-	-	-
Unreserved and undesignated	487,159	207,550	27,082	647,718	970,595
	-	-	-	-	-
<b>Total fund balances (deficits)</b>	<b>487,159</b>	<b>207,550</b>	<b>27,082</b>	<b>647,718</b>	<b>970,595</b>
<b>Total liabilities and fund balances (deficits)</b>	<b>\$ 1,043,323</b>	<b>\$ 348,155</b>	<b>\$ 27,082</b>	<b>\$ 703,898</b>	<b>\$ 970,595</b>

Capital Projects						
Real Property Fund	Sewer Reserve Fund	Educational Facilities Improvement Fund	Educational Facilities Improvement Fund-Phase IV	Educational Facilities Improvement Fund-Phase V	Educational Facilities Improvement Fund-Phase VII	
\$ 31,993	\$ 2,732,083	\$ 233	\$ -	\$ -	\$ -	
-	-	-	-	-	-	
-	-	-	-	-	-	
430,000	-	14,608	4,441	4,103	-	
-						
\$ 461,993	\$ 2,732,083	\$ 14,841	\$ 4,441	\$ 4,103	\$ -	
\$ -	\$ -	\$ 2,033,053		\$ -	\$ -	
-	-	-		-	-	
-	-	1,383,608	4,441	4,103	19,338	
-	-	3,416,661	4,441	4,103	19,338	
-	250,000	1,127,982	5,530	-	-	
461,993	2,482,083	(4,529,802)	(5,530)	-	(19,338)	
461,993	2,732,083	(3,401,820)	-	-	(19,338)	
\$ 461,993	\$ 2,732,083	\$ 14,841	\$ 4,441	\$ 4,103	\$ -	

(Continued)

TOWN OF WESTPORT, CONNECTICUT

COMBINING BALANCE SHEET, Continued  
NONMAJOR GOVERNMENTAL FUNDS

June 30, 2008

	Debt Service	Permanent Funds		
	Debt Service Fund	Mary A. Bedford Trust	E.A. Nash Trust	Totals
<b>ASSETS</b>				
Cash and cash equivalents	\$ 76,394	\$ 16,775	\$ 2,601	\$ 8,538,880
Investments	2,821,639	-	-	2,821,639
Other receivables	-	-	-	68,962
Due from other funds	-	-	-	920,098
<b>Total assets</b>	<u>\$ 2,898,033</u>	<u>\$ 16,775</u>	<u>\$ 2,601</u>	<u>\$ 12,349,579</u>
<b>LIABILITIES AND FUND BALANCES (DEFICITS)</b>				
<b>Liabilities</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ 2,255,434
Unearned revenue	-	-	-	969,739
Due to other funds	-	2,058	421	1,724,345
<b>Total liabilities</b>	<u>-</u>	<u>2,058</u>	<u>421</u>	<u>4,949,518</u>
<b>Fund balances (deficits)</b>				
Reserved for encumbrances	-	-	-	2,075,455
Unreserved and undesignated	2,898,033	14,717	2,180	5,324,606
<b>Total fund balances (deficits)</b>	<u>2,898,033</u>	<u>14,717</u>	<u>2,180</u>	<u>7,400,061</u>
<b>Total liabilities and fund balances (deficits)</b>	<u>\$ 2,898,033</u>	<u>\$ 16,775</u>	<u>\$ 2,601</u>	<u>\$ 12,349,579</u>

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TOWN OF WESTPORT, CONNECTICUT

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES (DEFICITS)  
NONMAJOR GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2008

	Special Revenue		
	Shellfish Commission Fund	Railroad Parking Reserve Fund	Railroad Parking Fund
<b>REVENUES</b>			
Intergovernmental	\$ -	\$ -	\$ -
Permits, fees and other	5,619	-	1,265,301
Income from investments	773	23,064	46,863
Contributions	-	-	-
Charges for services	-	-	-
<b>Total revenues</b>	<b>6,392</b>	<b>23,064</b>	<b>1,312,164</b>
<b>EXPENDITURES</b>			
General government	12,930	-	-
Human services	-	-	-
Parks and recreation	-	-	-
Public safety	-	-	1,204,598
Public Works	-	-	-
Education	-	-	-
Capital outlay	-	-	-
<b>Total expenditures</b>	<b>12,930</b>	<b>-</b>	<b>1,204,598</b>
<b>Total revenues over (under) expenditures</b>	<b>(6,538)</b>	<b>23,064</b>	<b>107,566</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	-	-
Transfers out	-	-	(122,322)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>(122,322)</b>
<b>Net change in fund balances (deficits)</b>	<b>(6,538)</b>	<b>23,064</b>	<b>(14,756)</b>
<b>FUND BALANCES (DEFICITS), beginning</b>	<b>38,941</b>	<b>263,441</b>	<b>897,593</b>
<b>FUND BALANCES (DEFICITS), ending</b>	<b>\$ 32,403</b>	<b>\$ 286,505</b>	<b>\$ 882,837</b>

Special Revenue						
Dog License Fund	State Aid For Town Highways Fund	Heart and Hypertension Fund	Youth Services Fund	Recreation Program Fund	Educational Grants Fund	Adult and Continuing Education Fund
\$ -	\$ 193,142	\$ -	\$ 28,454	\$ -	\$ 1,486,747	\$ -
18,731	-	-	-	-	-	-
-	11,626	30,499	-	-	-	14,803
-	-	39,000	-	-	-	-
-	-	-	-	59,747	-	845,412
18,731	204,768	69,499	28,454	59,747	1,486,747	860,215
-	-	-	-	-	-	-
-	-	-	21,463	-	-	-
-	-	-	-	63,006	-	-
18,731	-	77,216	-	-	-	-
-	302,688	-	-	-	-	-
-	-	-	-	-	1,480,963	909,397
-	-	-	-	-	-	-
18,731	302,688	77,216	21,463	63,006	1,480,963	909,397
-	(97,920)	(7,717)	6,991	(3,259)	5,784	(49,182)
-	-	-	-	-	-	-
-	(11,626)	-	-	-	-	-
-	(11,626)	-	-	-	-	-
-	(109,546)	(7,717)	6,991	(3,259)	5,784	(49,182)
-	391,473	706,052	11,385	27,958	(2,036)	192,461
\$ -	\$ 281,927	\$ 698,335	\$ 18,376	\$ 24,699	\$ 3,748	\$ 143,279

(Continued)



TOWN OF WESTPORT, CONNECTICUT

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES (DEFICITS), Continued  
NONMAJOR GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2008

	Special Revenue				
	Summer School Fund	Cafeteria Fund	Police Fund	Escrow Fund	Insurance Reserve Fund
<b>REVENUES</b>					
Intergovernmental	\$ -	\$ 142,546	\$ -	\$ 174,900	\$ -
Permits, fees and other	-	-	-	1,121,994	-
Income from investments	15,530	7,577	124	18,276	23,972
Contributions	-	-	-	141,131	186,201
Charges for services	1,042,216	2,366,389	-	-	-
<b>Total revenues</b>	<b>1,057,746</b>	<b>2,516,512</b>	<b>124</b>	<b>1,456,301</b>	<b>210,173</b>
<b>EXPENDITURES</b>					
General government	-	-	-	809,779	72,218
Human services	-	-	-	92,044	-
Parks and recreation	-	-	-	5,914	-
Public safety	-	-	-	218,909	-
Public Works	-	-	-	53,397	-
Education	982,637	2,468,607	-	-	-
Capital outlay	-	-	-	-	-
<b>Total expenditures</b>	<b>982,637</b>	<b>2,468,607</b>	<b>-</b>	<b>1,180,043</b>	<b>72,218</b>
<b>Total revenues over (under) expenditures</b>	<b>75,109</b>	<b>47,905</b>	<b>124</b>	<b>276,258</b>	<b>137,955</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	(18,276)	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(18,276)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>75,109</b>	<b>47,905</b>	<b>124</b>	<b>257,982</b>	<b>137,955</b>
<b>FUND BALANCES (DEFICITS), beginning</b>	<b>412,050</b>	<b>159,645</b>	<b>26,958</b>	<b>389,736</b>	<b>832,640</b>
<b>FUND BALANCES (DEFICITS), ending</b>	<b>\$ 487,159</b>	<b>\$ 207,550</b>	<b>\$ 27,082</b>	<b>\$ 647,718</b>	<b>\$ 970,595</b>

Capital Projects					
Real Property Fund	Sewer Reserve Fund	Educational Facilities Improvement Fund	Educational Facilities Improvement Fund-Phase IV	Educational Facilities Improvement Fund-Phase V	Educational Facilities Improvement Fund-Phase VII
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	90	-	-	-
12,271	91,094	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
12,271	91,094	90	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	850,000	-	-	-
-	-	1,892,499	5,530	4,103	4,196
-	-	2,742,499	5,530	4,103	4,196
12,271	91,094	(2,742,409)	(5,530)	(4,103)	(4,196)
50,000	280,000	-	-	-	-
-	-	-	-	-	-
50,000	280,000	-	-	-	-
62,271	371,094	(2,742,409)	(5,530)	(4,103)	(4,196)
399,722	2,360,989	(659,411)	5,530	4,103	(15,142)
\$ 461,993	\$ 2,732,083	\$ (3,401,820)	\$ -	\$ -	\$ (19,338)

(Continued)

TOWN OF WESTPORT, CONNECTICUT

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES (DEFICITS), Continued  
NONMAJOR GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2008

	Debt Service	Permanent Funds		
	Debt Service Fund	Mary A. Bedford Trust	E.A. Nash Trust	Totals
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ -	\$ -	\$ 2,025,789
Permits, fees and other	-	-	-	2,411,735
Income from investments	309,496	33	12	606,013
Contributions	-	-	-	366,332
Charges for services	-	-	-	4,313,764
<b>Total revenues</b>	<b>309,496</b>	<b>33</b>	<b>12</b>	<b>9,723,633</b>
<b>EXPENDITURES</b>				
General government	-	-	-	894,927
Human services	-	-	-	113,507
Parks and recreation	-	-	-	68,920
Public safety	-	-	-	1,519,454
Public Works	-	-	-	356,085
Education	-	-	-	6,691,604
Capital outlay	-	-	-	1,906,328
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>11,550,825</b>
<b>Total revenues over (under) expenditures</b>	<b>309,496</b>	<b>33</b>	<b>12</b>	<b>(1,827,192)</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	330,000
Transfers out	(308,000)	(33)	(12)	(460,269)
<b>Total other financing sources (uses)</b>	<b>(308,000)</b>	<b>(33)</b>	<b>(12)</b>	<b>(130,269)</b>
<b>Net change in fund balances</b>	<b>1,496</b>	<b>-</b>	<b>-</b>	<b>(1,957,461)</b>
<b>FUND BALANCES (DEFICITS), beginning</b>	<b>2,896,537</b>	<b>14,717</b>	<b>2,180</b>	<b>9,357,522</b>
<b>FUND BALANCES (DEFICITS), ending</b>	<b>\$ 2,898,033</b>	<b>\$ 14,717</b>	<b>\$ 2,180</b>	<b>\$ 7,400,061</b>

**TOWN OF WESTPORT, CONNECTICUT**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
TRANSFERS - BUDGETARY BASIS - BUDGET AND ACTUAL  
SEWER OPERATING FUND  
For the Year Ended June 30, 2008**

	Sewer Operating Fund			Variance With Final Budget Positive (Negative)
	Budgeted Amounts		Actual	
	Original	Final		
<b>REVENUES AND TRANSFERS</b>				
Sewer assessment - current	\$ 500,000	\$ 503,230	\$ 642,274	\$ 139,044
Sewer user charges - current	1,825,889	1,825,889	2,176,567	350,678
Sewer dumping fees - connection permits	20,000	70,000	96,276	26,276
Sewer interest	50,000	50,000	49,986	(14)
Sewer carrying charges	210,000	210,000	280,018	70,018
General Fund Debt Service contribution	73,968	73,968	73,968	-
General Fund Sewer Operations contribution	241,609	241,609	241,609	-
Sewer use cap recovery - PI 1986	110,741	110,741	110,741	-
Sewer use cap recovery - PI 1992	60,514	60,514	60,514	-
Sewer use cap recovery - PI 2000	186,014	186,014	186,014	-
Sewer use capital - State loan	506,250	506,250	506,250	-
Transfers in	315,577	315,577	315,577	-
<b>Total revenues</b>	<b>4,100,562</b>	<b>4,153,792</b>	<b>4,739,794</b>	<b>586,002</b>
<b>EXPENDITURES AND TRANSFERS OUT</b>				
Interest on bonds	314,257	314,257	314,257	-
Insurance	218,960	218,960	218,897	63
Bond principal payments	826,980	826,980	826,980	-
Bond anticipation-financial	506,250	506,250	400,000	106,250
Sewage treatment budget	1,014,990	1,067,495	1,043,312	24,183
Sewer collection budget	623,548	624,273	606,421	17,852
Transfers out	595,577	595,577	595,577	-
<b>Total expenditures</b>	<b>4,100,562</b>	<b>4,153,792</b>	<b>4,005,444</b>	<b>148,348</b>
<b>Revenues and transfers in over (under) expenditures and transfers out</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 734,350</b>	<b>\$ 734,350</b>

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**Internal Service Funds**

## **INTERNAL SERVICE FUNDS**

Internal Service Funds are used to account for financing of goods or services provided by one department or agency to other departments or agencies of the Town on a cost reimbursement basis. The Town has three such funds.

**Town Health Insurance Fund** - is used to account for the revenues and related expenses for the health self-insurance plan for employees of the Town.

**Worker's Compensation Fund** – is used to account for the revenues and related expenses for worker's compensation for employees of the Town.

**Board of Education Health Insurance Fund** - is used to account for the revenues and related expenses for the health self-insurance plan for employees of the Board of Education.

**TOWN OF WESTPORT, CONNECTICUT**

**COMBINING STATEMENT OF NET ASSETS (DEFICITS)**

**INTERNAL SERVICE FUNDS**

**June 30, 2008**

	Town Health Insurance	Worker's Compensation	Board of Education Health Insurance	Totals
<b>ASSETS</b>				
Cash and cash equivalents	\$ 2,966,073	\$ 509,116	\$ 1,924,939	\$ 5,400,128
<b>Total assets</b>	<b>2,966,073</b>	<b>509,116</b>	<b>1,924,939</b>	<b>5,400,128</b>
<b>LIABILITIES</b>				
Accounts payable	47,288	-	-	47,288
Claims incurred but not reported	501,000	619,196	1,019,171	2,139,367
<b>Total liabilities</b>	<b>548,288</b>	<b>619,196</b>	<b>1,019,171</b>	<b>2,186,655</b>
Net Assets (Deficits)	\$ 2,417,785	\$ (110,080)	\$ 905,768	\$ 3,213,473



**TOWN OF WESTPORT, CONNECTICUT**

**COMBINING STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN FUND NET ASSETS  
INTERNAL SERVICE FUNDS  
For the Year Ended June 30, 2008**

	Town Health Insurance	Worker's Compensation	Board of Education Health Insurance	Totals
<b>OPERATING REVENUES</b>				
Charges for services	\$ 4,580,042	\$ -	\$ 12,433,583	\$ 17,013,625
<b>Total operating revenues</b>	<u>4,580,042</u>	<u>-</u>	<u>12,433,583</u>	<u>17,013,625</u>
<b>OPERATING EXPENSES</b>				
Claims incurred	3,931,860	-	12,778,682	16,710,542
Administration	568,421	-	1,061,744	1,630,165
<b>Total operating expenses</b>	<u>4,500,281</u>	<u>-</u>	<u>13,840,426</u>	<u>18,340,707</u>
<b>Operating income (loss)</b>	<u>79,761</u>	<u>-</u>	<u>(1,406,843)</u>	<u>(1,327,082)</u>
<b>NONOPERATING INCOME</b>				
Interest income	77,726	15,654	29,564	122,944
<b>Change in net assets</b>	<u>157,487</u>	<u>15,654</u>	<u>(1,377,279)</u>	<u>(1,204,138)</u>
<b>NET ASSETS, beginning</b>	<u>2,260,298</u>	<u>(125,734)</u>	<u>2,283,047</u>	<u>4,417,611</u>
<b>NET ASSETS, ending</b>	<u>\$ 2,417,785</u>	<u>\$ (110,080)</u>	<u>\$ 905,768</u>	<u>\$ 3,213,473</u>

TOWN OF WESTPORT, CONNECTICUT

COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS

For the Year Ended June 30, 2008

	Town Health Insurance	Workers' Compensation	Board of Education Health Insurance	Totals
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received from charges for services	\$ 4,580,042	\$ -	\$ 12,433,583	\$ 17,013,625
Cash paid to vendors and beneficiaries	(4,460,427)	-	(13,794,313)	(18,254,740)
<b>Net cash provided by (used in) operating activities</b>	119,615	-	(1,360,730)	(1,241,115)
<b>CAPITAL FLOWS FROM INVESTING ACTIVITIES</b>				
Interest on cash and cash equivalents	77,726	15,654	29,564	122,944
<b>Net cash provided by investing activities</b>	77,726	15,654	29,564	122,944
<b>Net increase (decrease) in cash and cash equivalents</b>	197,341	15,654	(1,331,166)	(1,118,171)
<b>CASH AND CASH EQUIVALENTS</b>				
Beginning	2,768,732	493,462	3,256,105	6,518,299
Ending	\$ 2,966,073	\$ 509,116	\$ 1,924,939	\$ 5,400,128
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES</b>				
Operating income (loss)	\$ 79,761	\$ -	\$ (1,406,843)	\$ (1,327,082)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Changes in assets and liabilities:				
Increase in accounts payable	39,854	-	-	39,854
Increase in claims payable	-	-	46,113	46,113
<b>Net cash provided by (used in) operating activities</b>	\$ 119,615	\$ -	\$ (1,360,730)	\$ (1,241,115)

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**Fiduciary Funds**

## **Fiduciary Funds**

Fiduciary Funds are used to account for assets held in a trustee capacity for others, and include Pension Trusts and Agency Funds.

- ii. **Agency Funds** – Agency funds are custodial in nature (assets equal liabilities). The Town's Agency Funds are listed below:

P&Z Escrow Fund  
Senior Citizen Escrow Fund  
Tri-Centennial Fund

Student Activities Fund  
Performance Bonds Fund  
Hillspoint School Escrow Fund

TOWN OF WESTPORT, CONNECTICUT

COMBINING STATEMENT OF ASSETS AND LIABILITIES - AGENCY FUNDS

June 30, 2008

	Agency Funds						
	P&Z Escrow	Senior Citizen Escrow	Tri- Centennial Fund	Student Activities	Performance Bonds	Hillspoint School Escrow	Total Agency Funds
<b>ASSETS</b>							
Cash and cash equivalents	\$ 748,450	\$ 64,057	\$ 4,272	\$ 751,244	\$ 468,396	\$ 240,261	\$ 2,276,680
<b>Total assets</b>	<b>\$ 748,450</b>	<b>\$ 64,057</b>	<b>\$ 4,272</b>	<b>\$ 751,244</b>	<b>\$ 468,396</b>	<b>\$ 240,261</b>	<b>\$ 2,276,680</b>
<b>LIABILITIES</b>							
<b>Liabilities</b>							
Due to student groups	\$ -	\$ -	\$ -	\$ 751,244	\$ -	\$ -	\$ 751,244
Amount held as agent	748,450	64,057	4,272	-	468,396	240,261	1,525,436
<b>Total liabilities</b>	<b>\$ 748,450</b>	<b>\$ 64,057</b>	<b>\$ 4,272</b>	<b>\$ 751,244</b>	<b>\$ 468,396</b>	<b>\$ 240,261</b>	<b>\$ 2,276,680</b>

**TOWN OF WESTPORT, CONNECTICUT**

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -  
AGENCY FUNDS**

**For the Year Ended June 30, 2008**

	Balance July 1, 2007	Net Additions (Deletions)	Balance June 30, 2008
<b>STUDENT ACTIVITIES FUNDS</b>			
<b>Assets</b>			
Cash	\$ 752,224	\$ (980)	\$ 751,244
<b>Liabilities</b>			
Due to student groups	\$ 752,224	\$ (980)	\$ 751,244
<b>OTHER FUNDS</b>			
<b>Assets</b>			
Cash	\$ 1,183,271	\$ 342,165	\$ 1,525,436
<b>Liabilities</b>			
Amounts held as agent	\$ 1,183,271	\$ 342,165	\$ 1,525,436
<b>TOTAL AGENCY FUNDS</b>			
<b>Assets</b>			
Cash	\$ 1,935,495	\$ 341,185	\$ 2,276,680
<b>Liabilities</b>			
Due to student groups	\$ 752,224	\$ (980)	\$ 751,244
Amount held as agent	1,183,271	342,165	1,525,436
	\$ 1,935,495	\$ 341,185	\$ 2,276,680

**Capital Assets Used in the Operation  
of Governmental Funds**



**TOWN OF WESTPORT, CONNECTICUT**  
**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS**  
**SCHEDULE BY CATEGORY**  
**June 30, 2008**

---

Governmental funds capital assets:

Land	\$ 32,384,800
Buildings	157,726,174
Land improvements	10,728,571
Infrastructure	95,781,140
Machinery and equipment	27,492,853
Construction in progress	156,625,195
<b>Total governmental funds capital assets</b>	<b>\$ 480,738,733</b>

TOWN OF WESTPORT, CONNECTICUT

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

SCHEDULE BY FUNCTION AND ACTIVITY

Year Ended June 30, 2008

	Land	Buildings	Land Improvements	Infrastructure	Machinery and Equipment	Construction in Progress	Total
General Government	\$ 1,105,000	\$ 2,635,714	\$ 292,842	\$ -	\$ 2,217,592	\$ 363,832	\$ 6,614,980
Public Safety / Sewer	317,000	5,920,118	537,540	-	9,610,231	3,254,849	19,639,738
Public Works	13,535,800	18,369,019	994,759	92,458,240	6,422,580	40,137,226	171,917,624
Human Services	-	-	-	-	99,055	4,363,697	4,462,752
Education	991,500	116,846,713	4,764,579	-	5,484,153	101,856,286	229,943,231
Library	-	9,365,905	161,743	-	1,290,557	-	10,818,205
Parks and Recreation	16,435,500	4,588,705	3,977,108	3,322,900	2,368,685	6,649,305	37,342,203
				-			
<b>Total</b>	<b>\$ 32,384,800</b>	<b>\$ 157,726,174</b>	<b>\$ 10,728,571</b>	<b>\$ 95,781,140</b>	<b>\$ 27,492,853</b>	<b>\$ 156,625,195</b>	<b>\$ 480,738,733</b>

**TOWN OF WESTPORT, CONNECTICUT**

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS**

**SCHEDULE OF CHANGES**

**Year Ended June 30, 2008**

	Governmental Funds Capital Assets			Governmental Funds Capital Assets		
	July 1, 2007	Additions	Deletions	June 30, 2008		
General Government	\$ 6,261,053	\$ 373,427	\$ 19,500	\$ 6,614,980		
Public Safety	18,771,401	1,176,352	308,014	19,639,739		
Public Works	167,454,725	5,415,991	953,093	171,917,623		
Human Services	4,396,401	66,351	-	4,462,752		
Education	229,315,685	648,737	21,191	229,943,231		
Library	10,818,204	-	-	10,818,204		
Parks and Recreation	35,795,967	1,598,728	52,491	37,342,204		
<b>Total</b>	<b>\$ 472,813,436</b>	<b>\$ 9,279,586</b>	<b>\$ 1,354,289</b>	<b>\$ 480,738,733</b>		

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**Other Schedules**

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**TOWN OF WESTPORT, CONNECTICUT**

**SCHEDULE OF PROPERTY TAXES LEVIED, COLLECTED AND OUTSTANDING**

**For the Year Ended June 30, 2008**

Grand List Year	Balance Uncollected July 1, 2007	Current Levy	Lawful Corrections		Transfers to Suspense	Balance to be Collected
			Additions	Deletions		
2006	\$ -	\$ 142,201,255	\$ 302,794	\$ 262,563	\$ -	\$ 142,241,486
2005	2,217,096	-	63,674	95,810	(130,868)	2,054,092
2004	976,305	-	1,132	1,368	-	976,069
2003	658,009	-	-	241	-	657,768
2002	601,175	-	-	879	-	600,296
2001	383,252	-	-	2,503	-	380,749
2000	237,847	-	250	-	-	238,097
1999	135,681	-	-	264	-	135,417
1998	82,271	-	-	-	-	82,271
1997	72,520	-	-	5	-	72,515
1996	43,151	-	-	-	-	43,151
1995	86,500	-	-	-	-	86,500
1994	74,231	-	-	-	-	74,231
1993	42,199	-	-	-	-	42,199
1992	37,110	-	97	82	-	37,125
1991	27,057	-	-	27,057	-	-
suspense	-	-	-	-	76,004	76,004
	<u>\$ 5,674,404</u>	<u>\$ 142,201,255</u>	<u>\$ 367,947</u>	<u>\$ 390,772</u>	<u>\$ (54,864)</u>	<u>\$ 147,797,970</u>

Collections					Balance Uncollected June 30, 2008
Taxes	Refunds	Interest	Fees	Total	
\$ 139,791,382	\$ 105,021	\$ 433,724	\$ 4,139	\$ 140,124,224	\$ 2,555,125
920,970	24,199	152,403	4,871	1,054,045	1,157,321
204,026	3,197	42,524	5,508	248,861	775,240
86,825	131	28,092	1,155	115,941	571,074
89,037	879	34,211	842	123,211	512,138
59,200	193	28,969	340	88,316	321,742
40,544	-	25,857	365	66,766	197,553
27,348	-	16,844	231	44,423	108,069
15,629	-	5,244	157	21,030	66,642
8,561	-	3,130	403	12,094	63,954
7,897	-	3,991	254	12,142	35,254
9,369	-	5,245	454	15,068	77,131
10,473	-	7,721	378	18,572	63,758
9,487	-	6,264	64	15,815	32,712
2,085	-	1,938	150	4,173	35,040
-	-	-	-	-	-
76,004	-	49,264	-	125,268	-
\$ 141,358,837	\$ 133,620	\$ 845,421	\$ 19,311	\$ 142,089,949	\$ 6,572,753



TOWN OF WESTPORT, CONNECTICUT

**SCHEDULE OF CHANGES IN SEWER ASSESSMENTS AND  
SEWER USE CHARGES RECEIVABLE  
For the Year Ended June 30, 2008**

	Balance Uncollected July 1, 2007	Current Year Levy	Less Lawful Corrections	Adjusted Amount Collectible	Assessments Collections
<b>SEWER ASSESSMENTS:</b>					
Project #1	\$ 82,985	\$ 6,875	\$ -	\$ 89,860	\$ 9,145
Project #2	39,785	1,995	-	41,780	3,477
Project #3	40,139	2,033	-	42,172	4,227
Project #4	603,793	10,058	(4,253)	618,104	54,891
Project #5	469,678	15,830	-	485,508	38,143
Project #6	1,166	-	-	1,166	934
Project #7	19,360	-	(1,020)	20,380	9,187
Project #8	114,629	-	-	114,629	39,596
Project #9	356,652	-	-	356,652	63,523
Project #10	623,339	11,712	-	635,051	93,312
Project #11	1,090,578	12,285	-	1,102,863	133,460
Project #12	1,134,357	-	(80)	1,134,437	89,708
Project #13	301,204	-	-	301,204	20,746
Project #14	912,120	-	(2,672)	914,792	57,196
Project #80	205,528	-	-	205,528	11,687
Non	4,829	4,930	87	9,672	214
<b>Total</b>	<b>6,000,142</b>	<b>65,718</b>	<b>(7,938)</b>	<b>6,073,798</b>	<b>629,446</b>
<b>SEWER USE CHARGES:</b>					
Non-Designated Project					
Project #1	50,126	784,987	330	834,783	807,776
Project #2	14,682	259,298	-	273,980	257,791
Project #3	10,132	309,870	-	320,002	314,589
Project #4	13,694	304,590	-	318,284	301,238
Project #5	15,161	223,245	-	238,406	220,165
Project #6	1,723	17,985	-	19,708	18,774
Project #7	3,085	10,890	-	13,975	12,454
Project #8	-	18,398	-	18,398	17,635
Project #9	456	31,680	-	32,136	31,806
Project #10	4,458	65,340	-	69,798	63,301
Project #11	7,939	73,920	-	81,859	72,260
Project #12	4,218	39,517	-	43,735	39,521
Project #13	-	5,280	-	5,280	5,320
Project #14	456	14,025	-	14,481	13,517
Non	-	1,155	-	1,155	330
<b>Total</b>	<b>126,130</b>	<b>2,160,180</b>	<b>330</b>	<b>2,285,980</b>	<b>2,176,477</b>
<b>CARRYING CHARGES</b>					
Project #3	214	1,606	-	1,820	1,494
Project #4	2,222	24,348	-	26,570	24,313
Project #5	2,173	19,504	-	21,677	19,847
Project #6	51	70	-	121	134
Project #7	9,361	1,054	(31)	10,446	1,765
Project #8	(126)	6,878	(126)	6,878	6,729
Project #9	6,572	19,578	(443)	26,593	19,838
Project #10	8,232	34,014	-	42,246	34,895
Project #11	7,982	59,163	-	67,145	62,369
Project #12	9,680	51,023	-	60,703	53,599
Project #13	(587)	13,554	-	12,967	13,004
Project #14	-	34,322	-	34,322	33,162
Project #80	335	8,735	-	9,070	8,754
Non	-	(23)	-	(23)	115
<b>Total</b>	<b>46,109</b>	<b>273,826</b>	<b>(600)</b>	<b>320,535</b>	<b>280,018</b>
SHERWOOD MILL POND	37,719	10,556	-	48,275	12,643
<b>Total</b>	<b>37,719</b>	<b>10,556</b>	<b>-</b>	<b>48,275</b>	<b>12,643</b>
<b>\$ 6,210,100</b>	<b>\$ 2,510,280</b>	<b>\$ (8,208)</b>	<b>\$ 8,728,588</b>	<b>\$ 3,098,584</b>	

Refunds		Charges Waived	Balance Uncollected June 30, 2008
\$	-	\$	-
	-	-	80,715
	-	-	38,303
	-	-	37,945
	-	-	563,213
	-	-	447,365
	-	-	232
	-	-	11,193
	-	-	75,033
	-	-	293,129
	-	-	541,739
	-	-	969,403
	-	-	1,044,729
	-	-	280,458
	-	-	857,596
	-	-	193,841
	-	-	9,458
	-	-	5,444,352
	-	-	-
	-	-	27,007
	-	-	16,189
	-	-	5,413
	-	-	17,046
	-	-	18,241
	-	-	934
	-	-	1,521
	-	-	763
	-	-	330
	-	-	6,497
	-	-	9,599
	-	-	4,214
	-	-	(40)
	-	-	964
	-	-	825
	-	-	109,503
	-	-	326
	-	-	2,257
	-	-	1,830
	-	-	(13)
	-	-	8,681
	-	-	149
	-	-	6,755
	-	-	7,351
	-	-	4,776
	-	-	7,104
	-	-	(37)
	-	-	1,160
	-	-	316
	-	-	(138)
	-	-	40,517
	-	-	35,632
	-	-	35,632
\$	-	\$	-
	-	-	5,630,004

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## ***Statistical Section***

This part of the Town of Westport, Connecticut's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

### **Contents**

#### ***Financial Trends***

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time. 103

#### ***Revenue Capacity***

These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax. 108

#### ***Debt Capacity***

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future. 120

#### ***Demographic and Economic Information***

These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place. 128

#### ***Operating Information***

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs. 132

# TOWN OF WESTPORT CONNECTICUT

## Net Assets By Component (amounts in \$000's)

### Last Seven Fiscal Years

*(accrual basis of accounting)*

	Fiscal Year						
	2002	2003	2004	2005	2006	2007	2008
Governmental activities:							
Invested in capital assets, net of related debt							
Restricted	\$ 107,638	\$ 112,345	\$ 114,566	\$ 116,904	\$ 145,846	\$ 173,215	\$ 184,751
Unrestricted	45,534	44,185	50,781	57,936	43,258	30,187	23,812
<b>Total governmental activities net assets</b>	<b>\$ 153,172</b>	<b>\$ 156,530</b>	<b>\$ 165,347</b>	<b>\$ 174,840</b>	<b>\$ 189,104</b>	<b>\$ 203,402</b>	<b>\$ 208,563</b>

GASB Statement No. 34 Implemented in Fiscal Year 2002

Source: Town CAFR.

## TOWN OF WESTPORT CONNECTICUT

### Changes In Net Assets Last Seven Fiscal Years (accrual basis of accounting)

	Fiscal Year						
	2002	2003	2004	2005	2006	2007	2008
Expenses:							
Governmental activities:							
General Government	\$ 7,589,066	\$ 5,457,409	\$ 7,968,215	\$ 10,578,056	\$ 9,578,299	\$ 11,567,492	\$ 12,617,158
Education	71,905,892	77,742,983	87,973,022	91,603,615	98,379,924	96,186,377	106,601,139
Public safety	17,336,555	17,681,452	17,189,469	17,793,738	18,217,392	21,342,572	24,331,387
Public works	7,756,440	14,353,685	12,341,834	13,527,504	14,433,874	11,370,516	14,724,492
Public Health	433,824	411,412	423,529	436,124	449,097	462,469	380,154
Human Services	1,048,404	1,172,228	1,326,081	1,218,509	1,377,170	1,727,457	1,757,647
Library	3,261,892	3,366,414	3,548,942	3,651,598	3,774,015	3,983,028	3,749,404
Parks and recreation	4,624,559	4,628,100	4,939,551	4,884,069	4,946,083	5,901,674	6,069,819
Interest on long-term debt	5,454,064	1,576,276	1,415,937	1,532,186	1,710,093	7,416,503	7,099,026
<b>Total governmental activities expenses</b>	<b>119,410,696</b>	<b>126,389,959</b>	<b>137,126,580</b>	<b>145,225,399</b>	<b>152,865,947</b>	<b>159,958,088</b>	<b>177,330,226</b>
Program revenue:							
Charges for services:							
General Government	3,143,074	3,682,323	4,824,791	5,372,582	4,804,010	4,462,553	7,591,913
Education	6,061,786	5,850,706	5,974,481	6,144,753	8,956,477	9,581,462	11,012,028
Public safety	1,803,501	2,080,628	2,337,513	2,575,690	2,884,667	2,476,645	2,938,472
Public works	149,692	158,368	185,228	597,533	1,546,324	1,623,047	4,240,155
Human Services	2,100	-	-	-	-	22,206	-
Parks and recreation	3,551,509	3,333,952	3,473,490	3,638,076	3,759,047	4,140,193	4,753,945
Operating grants and contributions:							
General Government	1,020,840	1,344,580	1,378,640	1,376,913	1,369,154	1,405,417	1,489,903
Education	635,206	1,126,525	1,179,206	1,404,301	1,470,077	1,581,764	1,503,541
Public safety	154,213	317,142	334,080	91,801	105,008	191,988	224,424
Public works	-	210,936	23,568	166,785	292,508	457,758	104,704
Human services	22,258	21,466	21,485	22,042	22,131	-	32,379
Parks and recreation	5,442	-	1,550	-	-	-	-
Capital grants and contributions:							
General Government	100,000	-	864,764	238,202	4,156,661	3,925,456	1,347,245
Education	2,548,876	1,441,479	3,050,558	5,201,524	2,153,502	483,327	143,057
Public safety	-	-	-	-	-	-	-
Public works	225,590	104,671	82,957	130,764	445,452	193,137	193,142
Public Health	-	-	-	-	-	-	-
Human Services	-	500,000	500,000	-	-	-	-
<b>Total governmental activities program revenue</b>	<b>19,424,087</b>	<b>20,172,776</b>	<b>24,232,311</b>	<b>26,960,966</b>	<b>31,965,018</b>	<b>30,544,953</b>	<b>35,574,908</b>
<b>Net expense: Governmental activities</b>	<b>(99,986,609)</b>	<b>(106,217,183)</b>	<b>(112,894,269)</b>	<b>(118,264,433)</b>	<b>(120,900,929)</b>	<b>(129,413,135)</b>	<b>(141,755,318)</b>

## TOWN OF WESTPORT CONNECTICUT

### Changes In Net Assets, Continued Last Seven Fiscal Years (*accrual basis of accounting*)

	Fiscal Year						2008
	2002	2003	2004	2005	2006	2007	
General revenues and other changes in net assets:							
Property taxes	93,312,479	106,845,615	119,056,374	123,861,301	131,735,933	137,853,097	<b>142,537,842</b>
Grants and contributions not restricted to specific programs	3,018,068	2,239,464	1,962,855	2,277,121	1,972,129	3,156,030	<b>1,696,180</b>
Investment earnings	2,457,585	1,160,965	1,205,179	1,619,190	1,457,328	2,701,593	<b>2,683,477</b>
Loss on disposal	-	(670,348)	(513,534)	-	-	-	
<b>Total governmental activities general revenue</b>	<b>102,788,132</b>	<b>109,575,696</b>	<b>121,710,874</b>	<b>127,757,612</b>	<b>135,165,390</b>	<b>143,710,720</b>	<b>146,917,499</b>
Changes in Net Assets:	2,801,523	3,358,513	8,816,605	9,493,179	14,264,461	14,297,585	5,162,181
<b>Governmental activities</b>	<b>\$ 2,801,523</b>	<b>\$ 3,358,513</b>	<b>\$ 8,816,605</b>	<b>\$ 9,493,179</b>	<b>\$ 14,264,461</b>	<b>\$ 14,297,585</b>	<b>\$ 5,162,181</b>



## TOWN OF WESTPORT CONNECTICUT

### Program Revenues by Function/Program

Last Seven Fiscal Years\*

*(accrual basis of accounting)*

Function / Program	Fiscal Year						
	2002	2003	2004	2005	2006	2007	2008
Primary government:							
General Government	\$ 4,263,914	\$ 5,026,903	\$ 7,068,195	\$ 6,987,697	\$10,329,825	\$ 9,793,426	<b>\$ 10,429,061</b>
Education	9,245,868	8,418,710	10,204,245	12,750,578	12,580,056	11,646,553	<b>12,658,626</b>
Public safety	1,957,714	2,397,770	2,671,593	2,667,491	2,989,675	2,668,633	<b>3,162,896</b>
Public works	375,282	473,975	291,753	895,082	2,284,284	2,273,942	<b>4,538,001</b>
Human Services	24,358	521,466	521,485	22,042	22,131	22,206	<b>32,379</b>
Parks and recreation	3,556,951	3,333,952	3,475,040	3,638,076	3,759,047	4,140,193	<b>4,753,945</b>
<b>Total governmental</b>							
<b>activities program</b>							
<b>revenue</b>	<b>\$19,424,087</b>	<b>\$20,172,776</b>	<b>\$24,232,311</b>	<b>\$26,960,966</b>	<b>\$31,965,018</b>	<b>\$30,544,953</b>	<b>\$ 35,574,908</b>

Source: Town CAFR

GASB Statement No. 34 implemented in fiscal year 2002.

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# TOWN OF WESTPORT CONNECTICUT

## Fund Balances, Governmental Funds

### Last Ten Fiscal Years

*(modified accrual basis of accounting)*

	Fiscal Year			
	1999	2000	2001	2002
General Fund:				
Reserved or designated	\$ 9,727,388	\$ 9,783,680	\$ 7,353,374	\$ 2,952,216
Unreserved, undesignated	14,902,319	14,233,616	11,531,958	12,397,130
<b>Total General Fund</b>	<b>\$ 24,629,707</b>	<b>\$ 24,017,296</b>	<b>\$ 18,885,332</b>	<b>\$ 15,349,346</b>
All Other Governmental Funds:				
Reserved or designated	\$ 13,309,078	\$ 36,320,912	\$ 5,646,155	\$ 9,041,052
Unreserved, undesignated, reported in:				
Special revenue funds	2,410,891	3,073,385	3,196,890	3,471,938
Debt service funds	-	1,975,650	1,639,171	1,911,953
Capital projects funds	(14,598,370)	(38,246,950)	(1,133,362)	1,822,449
Permanent fund	56,831	1,629	1,629	16,897
<b>Total all other government funds</b>	<b>\$ 1,178,430</b>	<b>\$ 3,124,626</b>	<b>\$ 9,350,483</b>	<b>\$ 16,264,289</b>

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Fiscal Year					
2003	2004	2005	2006	2007	2008
\$ 3,360,600	\$ 4,736,196	\$ 5,414,238	\$ 6,787,491	\$ 7,261,103	<b>\$ 7,618,009</b>
10,259,259	11,225,239	12,869,982	11,889,515	14,024,019	<b>15,914,778</b>
<b>\$ 13,619,859</b>	<b>\$ 15,961,435</b>	<b>\$ 18,284,220</b>	<b>\$ 18,677,006</b>	<b>\$ 21,285,122</b>	<b>\$ 23,532,787</b>
<hr/>					
\$ 14,435,386	\$ 44,275,606	\$ 44,835,997	\$ 21,185,851	\$ 4,683,349	<b>\$ 3,991,911</b>
3,051,206	3,068,128	4,645,164	5,493,908	5,483,489	<b>4,848,524</b>
2,699,642	2,324,452	3,617,937	2,975,179	2,896,537	<b>2,898,033</b>
20,953,658	(35,496,494)	(31,627,218)	(24,782,912)	(22,325,764)	<b>(24,821,250)</b>
16,897	16,897	16,897	16,897	16,897	<b>16,897</b>
<hr/>					
<b>\$ 41,156,789</b>	<b>\$ 14,188,589</b>	<b>\$ 21,488,777</b>	<b>\$ 4,888,923</b>	<b>\$ (9,245,492)</b>	<b>\$ (13,065,885)</b>

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**TOWN OF WESTPORT CONNECTICUT**

**Changes In Fund Balances, Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)**

	Fiscal Year			
	1999	2000	2001	2002
Revenues:				
Property taxes, interest and liens, net	\$ 77,474,022	\$ 82,503,001	\$ 86,392,627	\$ 95,154,436
Intergovernmental	6,737,092	6,362,410	7,558,718	5,755,087
Charges for services	4,155,797	3,332,996	2,187,441	4,339,069
Interest and dividends	2,936,211	2,995,031	3,042,234	1,685,856
Other	11,808,115	14,511,786	18,204,972	16,646,796
<b>Total revenues</b>	<b>103,111,237</b>	<b>109,705,224</b>	<b>117,385,992</b>	<b>123,581,244</b>
Expenditures:				
General Government	5,317,486	4,742,567	4,618,385	4,684,960
Public safety	11,603,799	12,252,997	12,983,469	13,792,800
Public works	8,613,004	7,688,666	8,757,925	8,376,698
Public health	375,872	380,767	398,641	433,824
Human services	614,003	562,886	625,874	666,361
Library	2,439,546	2,616,947	2,788,926	2,886,526
Parks and recreation	2,849,477	3,054,783	3,356,755	3,404,080
Education	52,969,247	58,919,693	65,878,771	69,243,565
Other	5,117,475	5,105,765	5,747,320	6,622,471
Capital outlay	32,684,989	29,848,639	32,486,759	26,990,529
Debt service:				
Principal	1,464,865	2,600,000	4,485,000	5,437,600
Interest and other charges	1,163,276	4,183,616	4,664,483	5,474,978
<b>Total expenditures</b>	<b>125,213,039</b>	<b>131,957,326</b>	<b>146,792,308</b>	<b>148,014,392</b>
<b>Excess of revenues (under) expenditures</b>	<b>(22,101,802)</b>	<b>(22,252,102)</b>	<b>(29,406,316)</b>	<b>(24,433,148)</b>
Other financing sources (uses):				
Transfers in	2,849,500	4,461,743	4,149,739	2,560,809
Transfers out	(580,757)	(4,461,525)	(4,149,530)	(2,590,109)
Issuance of long-term debt	16,690,000	23,650,000	30,500,000	27,825,000
Proceeds of refunding bonds	-	14,160,000	-	-
Payment to refunded bond escrow agent	-	(14,207,434)	-	-
Premium (discount) on long-term debt	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>18,958,743</b>	<b>23,602,784</b>	<b>30,500,209</b>	<b>27,795,700</b>
<b>Net changes in fund balance</b>	<b>\$ (3,143,059)</b>	<b>\$ 1,350,682</b>	<b>\$ 1,093,893</b>	<b>\$ 3,362,552</b>
Debt service as a percentage of noncapital expenditures	2.9%	7.1%	8.7%	9.9%

Fiscal Year						
2003	2004	2005	2006	2007	2008	
\$ 102,751,594	\$ 114,641,421	\$ 121,001,803	\$ 126,695,262	\$ 132,883,582	\$ 141,064,308	
4,764,697	7,025,221	7,855,848	10,180,367	7,940,238	6,872,673	
4,736,018	4,891,213	5,377,348	5,890,472	6,435,494	6,978,208	
1,124,070	1,171,923	1,534,717	1,278,005	2,312,735	2,560,532	
17,206,609	17,825,732	19,945,476	22,005,740	22,973,310	24,415,887	
130,582,988	145,555,510	155,715,192	166,049,846	172,545,359	181,891,608	
5,630,980	7,943,478	5,492,124	5,779,470	6,386,543	6,193,465	
13,668,339	14,132,320	13,949,133	14,974,359	17,122,350	17,895,446	
8,389,036	8,616,639	9,771,595	10,936,896	7,485,342	10,564,915	
411,412	423,529	436,124	449,097	462,469	380,154	
736,888	780,471	791,203	928,662	958,565	996,016	
2,987,656	3,165,258	3,292,008	3,447,396	3,681,562	3,940,588	
3,354,424	3,517,889	3,562,901	3,769,340	4,079,103	4,347,801	
69,909,013	77,823,624	82,111,476	88,987,874	92,539,559	101,355,131	
7,228,520	7,500,819	9,115,590	9,265,366	10,186,912	10,195,795	
14,539,228	31,882,835	42,133,902	37,360,753	22,952,033	9,160,999	
6,915,000	8,050,000	8,915,000	10,270,000	10,974,850	11,335,000	
5,928,806	6,345,271	7,326,017	7,792,701	7,428,580	7,099,026	
139,699,302	170,182,133	186,897,073	193,961,914	184,257,868	183,464,336	
(9,116,314)	(24,626,623)	(31,181,881)	(27,912,068)	(11,712,509)	(1,572,728)	
2,899,851	5,252,517	3,162,981	2,614,886	2,395,446	2,471,423	
(2,899,851)	(5,252,517)	(3,162,981)	(2,614,886)	(2,395,446)	(2,471,423)	
32,045,000	-	39,940,000	11,705,000	-	-	
44,730,000	-	-	-	26,460,000	-	
(48,857,408)	-	-	-	(28,026,668)	-	
4,361,735	-	864,854	-	1,752,878	-	
32,279,327	-	40,804,854	11,705,000	186,210	-	
\$ 23,163,013	\$ (24,626,623)	\$ 9,622,973	\$ (16,207,068)	\$ (11,526,299)	\$ (1,572,728)	
11.4%	11.6%	12.6%	13.0%	12.9%	11.8%	

**TOWN OF WESTPORT CONNECTICUT**

**Tax Revenues by Source, Governmental Funds**

**Last Ten Fiscal Years**

*(modified accrual basis of accounting)*

**(Unaudited)**

Fiscal Year	Real Estate	Personal Property	Motor Vehicle	Total
1999	n/a	n/a	n/a	\$ 75,567,024
2000	n/a	n/a	n/a	81,095,031
2001	n/a	n/a	n/a	85,252,750
2002	n/a	n/a	n/a	93,745,150
2003	n/a	n/a	n/a	101,646,031
2004	105,789,192	2,328,034	5,036,963	113,154,189
2005	110,027,984	2,512,436	5,926,843	118,467,263
2006	116,003,174	2,545,936	6,336,320	124,885,430
2007	125,024,706	1,554,710	4,180,033	130,759,449
<b>2008</b>	<b>135,660,458</b>	<b>1,923,981</b>	<b>4,616,816</b>	<b>142,201,255</b>
Change 2004-2008	28.24%	-17.36%	-8.34%	25.67%

**Source:** Town Tax Office

n/a: Information not available.

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## TOWN OF WESTPORT, CONNECTICUT

### Assessed Value and Estimated Actual Value of Taxable Property

#### Last Ten Fiscal Years

(Unaudited)

Fiscal Year	Residential Property	Commercial Property	Industrial Property	Miscellaneous Land	Personal Property
1999	\$ 2,124,942,698	\$ 604,842,658	\$ 770,370	\$ 49,579,730	\$ 129,998,110
2000	2,143,475,058	608,392,028	-	45,513,080	132,750,722
2001	4,329,641,400	694,427,900	-	28,726,700	136,787,599
2002	4,474,623,200	842,182,400	-	30,432,400	134,806,617
2003	4,505,369,500	679,535,200	-	28,916,000	148,949,231
2004	4,586,423,006	676,699,800	-	27,885,100	134,850,106
2005	4,676,605,410	694,643,210	-	24,010,200	136,130,010
2006	4,808,448,212	681,905,830	-	69,645,000	130,420,696
*2007	8,356,731,869	1,373,342,900	-	179,582,758	129,621,182
<b>2008</b>	<b>8,410,220,950</b>	<b>1,381,063,780</b>	<b>-</b>	<b>189,880,058</b>	<b>141,408,255</b>

**Source:** Assessor's Office

n/a: Information not available.

\* Revaluation

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	Motor Vehicle	Total Taxable Assessed Value	Actual Taxable Value	Value as a Percentage of Actual Value
\$	207,122,308	\$ 3,117,255,874	\$ 4,453,222,677	70.00%
	225,386,702	3,155,517,590	4,507,882,271	70.00%
	245,718,666	5,435,302,265	7,764,717,521	70.00%
	263,606,359	5,745,650,976	8,208,072,823	70.00%
	271,397,174	5,634,167,105	8,048,810,150	70.00%
	274,873,192	5,700,731,204	8,143,901,720	70.00%
	268,720,359	5,800,109,189	8,285,870,270	70.00%
	288,870,284	5,979,290,022	8,541,842,889	70.00%
	294,529,873	10,333,808,582	14,762,583,689	70.00%
	<b>292,863,073</b>	<b>10,415,436,116</b>	<b>14,879,194,451</b>	<b>70.00%</b>

# TOWN OF WESTPORT CONNECTICUT

## Principal Property Taxpayers Current Year and Ten Years Ago (Unaudited)

Taxpayer	2008			1998		
	Taxable Assessed Value	Rank	Percentage of Total Town Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Town Taxable Assessed Value
Nayala Farms, Inc.	\$ 88,291,710	1	0.85%	\$ -	-	0.00%
Connecticut Light & Power	53,693,550	2	0.52%	19,138,400	3	0.62%
Lasry M & C	29,645,732	3	0.28%	-	-	-
Allianz Life Insurance Company	25,272,000	4	0.24%	-	-	0.00%
Riverside Office 285 & 355 LLC	24,782,200	5	0.24%	-	-	0.00%
Roseville Estates, Inc.	24,639,500	6	0.24%	9,639,700	9	0.31%
Antares NH LLC	18,949,300	7	0.18%	-	-	0.00%
Bylas Irving Irrevocable Trust	17,535,000	8	0.17%	9,059,480	10	0.29%
Pre/Wright St LLC	16,968,400	9	0.16%	-	-	0.00%
Westport Retail Co-Investors LLC	16,338,400	10	0.16%	-	-	0.00%
State Street Bank & Trust	-	-	0.00%	50,082,060	1	1.63%
Teachers Insurance Association	-	-	0.00%	25,210,100	2	0.82%
Vornado Westport LLC	-	-	0.00%	16,329,930	4	0.53%
Bridgeport Hydraulic	-	-	0.00%	16,123,864	5	0.52%
Stauffer Management Company	-	-	0.00%	14,214,850	6	0.46%
Westport View Corporate Center	-	-	0.00%	11,370,240	7	0.37%
AIG Financial Products	-	-	0.00%	10,191,670	8	0.33%
<b>Total</b>	<b>\$ 316,115,792</b>		<b>3.04%</b>	<b>\$ 181,360,294</b>		<b>5.89%</b>

Source: Town Records

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# TOWN OF WESTPORT CONNECTICUT

## Property Tax Levies And Collections Last Ten Fiscal Years (Unaudited)

Fiscal Year Ended June 30:	Grand List Year	Taxes Levied for the Tax Year	Collected Within the Fiscal Year of the Levy	
			Amount	Percentage of Levy
1999	1997	\$ 76,921,897	\$ 75,567,024	98.24%
2000	1998	82,547,614	81,095,031	98.24%
2001	1999	86,337,790	85,252,750	98.74%
2002	2000	95,134,094	93,745,150	98.54%
2003	2001	103,068,764	101,369,885	98.35%
2004	2002	115,443,952	113,154,189	98.02%
2005	2003	120,636,091	118,467,264	98.20%
2006	2004	126,849,557	124,885,430	98.45%
2007	2005	131,054,609	130,877,533	99.86%
<b>2008</b>	<b>2006</b>	<b>142,201,255</b>	<b>139,791,382</b>	98.31%

**Source:** Town Tax Records

n/a: Information not available.

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Collections in Subsequent Years		Total Collections to Date	
		Amount	Percentage of Levy
\$	1,260,656	\$ 76,827,680	99.88
	1,343,237	82,438,268	99.87
	887,849	86,140,599	99.77
	1,075,704	94,820,854	99.67
	1,214,402	102,584,287	99.53
	1,521,484	114,675,673	99.33
	1,404,780	119,872,044	99.37
	1,444,836	126,300,266	101.10
	N/A	N/A	N/A

# TOWN OF WESTPORT CONNECTICUT

## Ratios of Net General Bonded Debt Outstanding by Type Last Ten Fiscal Years (Unaudited)

Fiscal Year	Governmental Activities			Percentage of Actual Property Value	Net Debt Per Capita
	General Obligation Bonds	Less Amount Available in Debt Service	Net General Bonded Debt		
1999	\$ 57,245,000	\$ -	\$ 57,245,000	1.271%	\$ 2,360.00
2000	78,765,000	-	78,765,000	1.749%	3,052.20
2001*	104,780,000	-	104,780,000	1.351%	3,951.87
2002	127,170,000	1,911,953	125,258,047	1.588%	4,786.14
2003	152,710,000	2,699,642	150,010,358	1.864%	5,699.48
2004	144,660,000	2,324,452	142,335,548	1.743%	5,358.21
2005	175,685,000	3,617,937	172,067,063	2.079%	6,477.45
2006*	177,120,000	2,975,179	174,144,821	1.172%	6,555.67
2007	165,865,000	2,820,143	163,044,857	1.097%	6,119.84
<b>2008</b>	<b>154,530,000</b>	<b>2,976,675</b>	<b>151,553,325</b>	<b>1.020%</b>	<b>5,705.21</b>

\* Revaluation

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	Total Primary Government	Percentage of Per Capita Income		Per Capita
\$	57,245,000	0.004%	\$	2,360.00
	78,765,000	0.004%		3,052.20
	104,780,000	0.004%		3,951.87
	125,258,047	0.004%		4,786.14
	150,010,358	0.004%		5,699.48
	142,335,548	0.004%		5,358.21
	172,067,063	0.004%		6,477.45
	174,144,821	0.004%		6,555.67
	163,044,857	0.004%		6,119.84
	<b>151,553,325</b>	<b>0.004%</b>		<b>5,705.21</b>



**Direct Governmental Activities Debt**  
**For the Year Ended June 30, 2008**  
**(Unaudited)**

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Governmental Unit	Debt Outstanding
General obligation debt	\$ 154,530,000
Less school construction grants receivable - principal portion only	<u>(3,179,131)</u>
<b>Total direct debt</b>	<b><u>\$ 151,350,869</u></b>

**Sources:** Town records

**Note:** The Town is not subject to the debt of overlapping governments.

**Note:** School construction grants are receivable in substantially equal installments over the life of outstanding school bonds, obtained from the Office of Policy and Management, State of Connecticut.

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# **TOWN OF WESTPORT CONNECTICUT**

## **Legal Debt Margin Information**

### **Last Ten Fiscal Years**

*(dollars in thousands)*

**(Unaudited)**

	1999	2000	2001	2002
Debt limit	\$ 1,087,958	\$ 1,389,230	\$ 1,456,575	\$ 1,605,275
Total net debt applicable to limit	57,245	80,895	99,568	123,140
Legal debt margin	1,030,713	1,308,335	1,357,007	1,482,135
<b>Total net debt applicable to the limit as a percentage of debt limit</b>	<b>5.554%</b>	<b>6.183%</b>	<b>7.337%</b>	<b>8.308%</b>

---

2003	2004	2005	2006	2007	2008
\$ 1,725,527	\$ 1,943,305	\$ 2,035,692	\$ 2,140,145	\$ 2,242,676	\$ 2,376,518
145,874	143,536	174,172	174,167	162,407	151,351
1,579,653	1,799,769	1,861,520	1,965,978	2,080,269	2,225,167
9.235%	7.975%	9.356%	8.859%	7.807%	6.802%

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# TOWN OF WESTPORT CONNECTICUT

## COMPUTATION OF LEGAL DEBT LIMITATION June 30, 2008

Total tax collections (including interest and lien fees) for the year ended June 30, 2008	\$ 141,881,697
Reimbursement for revenue loss: Tax relief for Elderly Homeowner Freeze	-
Base	\$ 141,881,697
Debt limit	\$ 993,171,879

Debt Limitation	General Purpose	Schools	Sewer	Urban Renewal	Unfunded Pension Benefit Obligation
2-1/4 times base	\$ 319,233,818	\$ -	\$ -	\$ -	\$ -
4-1/2 times base	-	638,467,637	-	-	-
3-3/4 times base	-	-	532,056,364	-	-
3-1/4 times base	-	-	-	461,115,515	-
3 times base	-	-	-	-	425,645,091
<b>Total debt limitation</b>	319,233,818	638,467,637	532,056,364	461,115,515	425,645,091
<b>Debt as defined by statute:</b>					
Bonds payable	23,734,630	124,320,160	6,475,210	-	-
Bond anticipation notes payable	-	-	-	-	-
Capital leases	-	-	-	-	-
Bonds authorized but not issued, issue dates not yet established	3,907,985	8,758,870	31,962,282	-	-
Construction grants	-	(3,179,131)	-	-	-
<b>Total indebtedness</b>	27,642,615	129,899,899	38,437,492	-	-
Debt Limitation in excess of indebtedness	\$ 291,591,203	\$ 508,567,738	\$ 493,618,872	\$ 461,115,515	\$ 425,645,091

# TOWN OF WESTPORT CONNECTICUT

## Pledged-Revenue Coverage

### Last Ten Fiscal Years

*(dollars in thousands)*

**(Unaudited)**

Fiscal Year	Utility Service Charges	Less Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2003	2,633,605	1,355,077	1,278,528	785,050	436,320	57,158
2004	2,813,059	1,689,808	1,123,251	606,500	362,140	154,611
2005	2,802,051	1,447,814	1,354,237	773,900	373,065	207,272
2006	3,290,784	1,617,336	1,673,448	789,950	507,602	375,896
2007	3,377,640	1,783,179	1,594,461	794,410	657,915	142,136
<b>2008</b>	<b>3,245,121</b>	<b>1,916,572</b>	<b>1,328,549</b>	<b>826,980</b>	<b>315,413</b>	<b>186,156</b>

## TOWN OF WESTPORT CONNECTICUT

### Demographic and Economic Statistics

#### Last Ten Fiscal Years

(Unaudited)

Fiscal Year Ended June 30	Population*	Per Capita Income**	Median Age**	School Enrollment	Unemployment(*) Rate
1999	24,259	\$ 45,640	41.4	4,555	2.0%
2000	25,806	73,664	39.4	4,811	1.0%
2001	26,514	73,664	39.4	5,007	2.2%
2002	26,171	73,664	39.4	5,124	3.6%
2003	26,320	73,664	39.4	5,225	4.0%
2004	26,564	73,664	39.4	5,281	3.8%
2005	26,615	73,664	39.4	5,460	3.8%
2006	26,642	73,664	39.4	5,573	3.4%
2007	26,508	73,664	39.4	5,618	3.2%
<b>2008</b>	<b>n/a</b>	<b>73,664</b>	<b>39.4</b>	<b>5,706</b>	<b>4.1%</b>

\*State of Connecticut Dept of Health (July 1 Data)

\*\* Source: Bureau of the Census.

n/a: Information not available.

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**TOWN OF WESTPORT CONNECTICUT**

**Full-Time Equivalent Town Government Employees By Functions/Programs  
Last Ten Fiscal Years  
(Unaudited)**

Functions/Program	Full-Time Equivalent Employees as of June 30				
	2008	2007	2006	2005	2004
Governmental Services:					
Selectmans Office	4	4	4	4	4
Town Clerk	5	5	5	5	5
Finance	11	10	11	11	11
Information Technology	2	3	4	3	3
Legal	1	1	1	1	1
Building Department	5	5	5	5	5
Personnel	3	3	3	3	3
Planning & Zoning	9	9	8	8	8
Conservation	5	5	4	4	4
Human Services	14	12	9	9	9
Assessor	7	7	7	6	6
Tax collector	5	5	5	5	5
Registrar	1	1	1	1	1
Parks and Recreation:					
General & Administrative	8	9	8	8	8
Program managers	2	1	2	2	2
Field Maintenance	4	4	4	4	4
Park Maintenance	4	3	3	3	3
Maintenance & development	4	4	5	5	5
Golf Course(s)	8	8	7	7	7
Boating	1	1	1	1	1
Police:					
Officers	70	65	67	64	69
Civilians	22	22	17	16	15
Fire:					
Firefighters and Officers	63	60	55	56	56
Civilians	7	7	8	8	8
Public Works:					
Engineering	11	10	11	11	11
Highway	18	17	18	18	18
Equipment Maintenance	2	2	2	2	2
Solid waste disposal	4	3	4	4	4
Building Maintenance	6	6	6	6	6
Custodians	7	7	7	7	6
Sewage treatment	5	4	5	4	4
Sewage collection	3	3	3	3	3
Other Programs/Functions:					
Library	53	49	49	49	49
<b>Total</b>	<b>374</b>	<b>355</b>	<b>349</b>	<b>343</b>	<b>346</b>

Full-Time Equivalent Employees as of June 30				
2003	2002	2001	2000	1999
4	4	4	4	4
5	5	5	5	5
10	13	12	12	12
3	3	3	3	3
1	1	1	1	1
5	5	5	5	4
3	3	3	3	3
8	8	8	8	8
4	4	4	4	4
9	10	10	10	10
6	6	6	6	6
5	5	5	5	5
1	1	1	1	1
8	8	8	8	8
2	2	2	2	2
4	4	4	4	4
3	3	3	3	3
5	5	5	5	5
7	7	7	7	7
1	1	1	1	1
70	70	67	62	65
18	17	17	17	15
58	56	54	54	53
8	8	8	8	8
11	11	11	11	11
18	18	18	19	18
2	2	2	2	2
4	4	4	4	4
6	6	6	6	6
6	6	6	6	6
5	5	5	5	5
3	3	3	3	3
50	50	48	44	40
353	354	346	338	332

## TOWN OF WESTPORT CONNECTICUT

### Operating Indicators By Function/Program

#### Last Ten Calendar Years

(Unaudited)

Function/Program	Fiscal Year				
	1999	2000	2001	2002	2003
Police:					
Calls for service	20,928	20,951	21,690	21,796	21,671
Adult arrest	744	770	784	853	841
Juvenile referrals	29	39	31	25	32
Speeding citations only	1,190	1,180	1,427	1,290	901
Traffic citations	2,241	2,252	2,416	2,705	2,746
EMS Patients	2,035	2,075	2,029	2,031	2,156
Fire:					
Total emergency service calls	3,539	3,537	3,685	3,515	2,554
Property loss	\$ 1,556,136	\$ 1,446,647	\$ 481,008	\$ 1,312,360	\$ 465,326
Building safety:					
Total building permits	2,877	2,998	3,841	3,903	3,974
Total value all permits (\$000)	\$ 58,945	\$ 97,891	\$ 101,369	\$ 108,808	\$ 145,064
Library, volumes in collection	197,809	202,068	209,302	217,372	220,889
Public works:					
Solid waste collected (ton)	14,063	15,641	23,308	16,411	16,314
Recycle collected (ton)	4,827	5,533	3,926	3,998	5,068
Parks and Recreation:					
Recreation program attendance	6,216	6,531	6,405	6,672	5,933
Aquatics program attendance	907	846	676	657	663
Golf rounds played	47,935	43,847	47,673	44,105	39,914

**Source:** Town Records

n/a: Information not available.

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Fiscal Year				
2004	2005	2006	2007	2008
20,837	19,646	19,828	22,540	<b>21,707</b>
796	701	637	893	<b>895</b>
46	23	33	55	<b>38</b>
550	403	455	923	<b>1,303</b>
2,448	2,196	2,670	4,904	<b>2,482</b>
2,005	2,250	1,613	1,705	<b>1,989</b>
3,198	3,578	2,721	3,668	<b>3,730</b>
\$ 222,955	\$ 263,076	\$ 438,125	\$ 190,196	<b>n/a</b>
4,296	4,268	3,980	3,797	<b>3,897</b>
\$ 180,867	\$ 155,988	\$ 134,279	\$ 127,895	<b>\$ 169,305</b>
226,703	220,819	224,235	223,025	<b>225,704</b>
16,735	16,974	18,735	18,906	<b>19,566</b>
5,518	6,217	6,792	6,571	<b>4,215</b>
6,059	6,684	9,832	9,744	<b>9,866</b>
697	710	683	764	<b>698</b>
41,769	38,992	36,351	35,005	<b>36,332</b>

## TOWN OF WESTPORT CONNECTICUT

### Capital Asset Statistics By Function/Program Last Ten Fiscal Years (Unaudited)

Function/Program	1999	2000	2001	2002	2003
Police:					
Stations	1	1	1	1	1
Fire, Fire Stations	4	4	4	4	4
Public Works:					
Public Works Vehicles	52	52	51	50	50
Streets (Miles)	123	123	123	123	123
Traffic Signals	2	2	2	2	2
Parks & Recreation:					
Acreage	400	400	400	400	419
Parks	20	20	21	21	22
Golf Course	1	1	1	1	1
Baseball/Softball Diamonds	21	21	21	21	22
Soccer/Football Fields	10	10	12	12	12
Basketball Courts	2	2	2	2	2
Tennis Courts	26	26	26	26	26
Swimming pools	2	2	2	2	2
Parks with Playground Equipment	4	4	4	4	4
Picnic Shelters	2	2	2	2	2
Library:					
Facilities	1	1	1	1	1
Volumes	197,809	202,068	209,302	217,372	220,889
Wastewater:					
Sanitary Sewers (miles)	62	65	67	69	70
Storm Sewers (miles)	44	44	44	44	44
Combination Sanitary and Storm (miles)	106	109	111	113	114

**Source:** Town Records

n/a: Information not available.

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2004	2005	2006	2007	2008
1	1	1	1	<b>1</b>
4	4	4	4	<b>4</b>
50	50	50	50	<b>50</b>
123	124	124	124	<b>124</b>
2	2	2	2	<b>2</b>
419	419	419	419	<b>419</b>
22	22	22	22	<b>22</b>
1	1	1	1	<b>1</b>
22	24	24	24	<b>24</b>
12	12	12	12	<b>12</b>
2	2	2	2	<b>2</b>
23	23	23	23	<b>23</b>
2	2	2	2	<b>2</b>
4	4	4	4	<b>4</b>
2	2	2	2	<b>2</b>
1	1	1	1	<b>1</b>
226,703	220,819	224,235	223,025	<b>225,704</b>
72	73	74	75	<b>76</b>
44	44	44	44	<b>44</b>
-	-	-	-	<b>120</b>

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